



ANNUAL FINANCIAL REPORT

Claiborne County, Tennessee

For the Year Ended June 30, 2024

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

**ANNUAL FINANCIAL REPORT
CLAIBORNE COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2024**

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

ROBERT J. ANDERSON, CPA, CGFM
Audit Manager

This financial report is available at www.comptroller.tn.gov.

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Summary of Audit Findings

Annual Financial Report
Claiborne County, Tennessee
For the Year Ended June 30, 2024

Scope

We have audited the basic financial statements of Claiborne County as of and for the year ended June 30, 2024.

Results

Our report on Claiborne County's financial statements is unmodified.

Our audit resulted in one finding and recommendation, which we have reviewed with Claiborne County management. A detailed finding, recommendation, and management's response is included in the Single Audit section of this report.

Finding

The following is a summary of the audit finding:

OFFICE OF TRUSTEE

- ◆ The trustee was not bonded.



INTRODUCTORY SECTION

CLAIBORNE COUNTY OFFICIALS

June 30, 2024

Officials

Joe Brooks, County Mayor
Ronald Pittman, Road Superintendent
Meredith Arnold, Director of Schools
Denise Alexander, Trustee
Shane Breeding, Assessor of Property
Karen Hurst, County Clerk
Jackie Rosenbalm, Circuit, General Sessions, and Juvenile Courts Clerk
Patricia Simmons, Clerk and Master
Kimberly Harmon-Reece, Register of Deeds
Bob Brooks, Sheriff
Eric Pearson, Finance Director

Board of County Commissioners

Mike Campbell, Chairman	
Haley Barker	Steve Mason
Rosemary Barnett	Sherry McCreary
Steve Brogan	Zach Mullins
Carolyn Brooks	David Mundy
Zachary Bunch	Gary Poore
Dennis Cook	Quinton Rogers
Mitchell Cosby	Timothy Shrout
Stacey Crawford	Anthony Rowe
Nathan Epperson	Whitt Shuford
Eric Jones	Dustin Wilson

Board of Education

Wade Breeding, Chairman	Juanita Honeycutt
Shane Bunch	Neta Munsey
Miranda Adams	Dan Pearman
Linda Fultz	

Financial Management Committee

Whitt Shuford, Chairman	Mike Campbell
Joe Brooks, County Mayor	Mitchell Cosby
Ronald Pittman, Road Superintendent	Anthony Rowe
Meredith Arnold, Director of Schools	

Audit Committee

Carolyn Brooks, Chairperson	Zachary Bunch
Rosemary Barnett	Dennis Cook
Steve Brogan	

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Claiborne County Mayor and
Board of County Commissioners
Claiborne County, Tennessee

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Claiborne County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Claiborne County, Tennessee, as of June 30, 2024, and the respective changes in financial position thereof and the respective budgetary comparison for the General, Solid Waste/Sanitation, Other General Government, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund, a special revenue fund of the discretely presented Claiborne County School Department, which represent 1.73 percent, 3.64 percent, and 3.14 percent, respectively, of the assets, net position, and revenues of the discretely presented Claiborne County School Department. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Internal School Fund of the Claiborne County School Department, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Claiborne County, Tennessee, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

As described in Note V.B., Claiborne County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 100, *Accounting Changes and Error Corrections*. GASB 100 clarifies financial and reporting requirements for changes in accounting principles, changes in accounting estimates, error corrections, and changes within the reporting entity.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Claiborne County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Claiborne County's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Claiborne County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Management has omitted the management's discussion and analysis, that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedule of school changes in the total other postemployment benefits liability and related ratios, as listed under Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Claiborne County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Claiborne County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Claiborne County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Requirements by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2024, on our consideration of Claiborne County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Claiborne County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Claiborne County's internal control over financial reporting and compliance.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

September 30, 2024

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

Exhibit A

CLAIBORNE COUNTY, TENNESSEE
Statement of Net Position
June 30, 2024

	Primary Government	Component Unit
	Governmental Activities	Claiborne County School Department
ASSETS		
Cash	\$ 245,343	\$ 7,297,681
Equity in Pooled Cash and Investments	15,061,423	14,149,826
Accounts Receivable	213,957	17,616
Allowance for Uncollectibles	(13,401)	0
Due from Other Governments	1,135,996	4,378,483
Property Taxes Receivable	11,212,013	6,825,037
Allowance for Uncollectible Property Taxes	(229,683)	(140,457)
Restricted Assets:		
Amounts Accumulated for Pension Benefits	0	477,480
Net Pension Asset - Agent Plan	687,961	460,555
Net Pension Asset - Teacher Retirement Plan	0	117,899
Net Pension Asset - Teacher Legacy Pension Plan	0	5,349,538
Capital Assets:		
Assets Not Depreciated:		
Land	1,054,592	1,224,296
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	13,784,927	25,975,144
Infrastructure	19,528,823	0
Other Capital Assets	3,157,260	3,166,734
Total Assets	<u>\$ 65,839,211</u>	<u>\$ 69,299,832</u>

DEFERRED OUTFLOW OF RESOURCES

Pension Changes in Experience	\$ 135,520	\$ 1,369,226
Pension Changes in Assumptions	711,459	2,308,012
Pension Changes in Investment Earnings	231,481	1,113,111
Pension Changes in Proportion	0	680,051
Pension Contributions After Measurement Date	495,960	1,511,925
OPEB Changes in Experience	0	3,319,376
OPEB Changes in Assumptions	0	720,617
Total Deferred Outflow of Resources	<u>\$ 1,574,420</u>	<u>\$ 11,022,318</u>

(Continued)

Exhibit A

Claiborne County, Tennessee
Statement of Net Position (Cont.)

	Primary Government	Component Unit
	Governmental Activities	Claiborne County School Department
LIABILITIES		
Accounts Payable	\$ 135,608	\$ 1,179,297
Accrued Payroll	0	5,008
Accrued Interest Payable	168,750	0
Payroll Deductions Payable	10,170	0
Contracts Payable	112,391	0
Retainage Payable	38,437	0
Due to Other Governments	4,459,004	0
Due to State of Tennessee	60	0
Other Current Liabilities	0	3,364,755
Noncurrent Liabilities:		
Due Within One Year - Debt	2,770,000	0
Due Within One Year - Other	284,361	2,550,603
Due in More Than One Year - Debt	13,645,762	0
Due in More Than One Year - Other	485,124	22,418,511
Total Liabilities	<u>\$ 22,109,667</u>	<u>\$ 29,518,174</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Current Property Taxes	\$ 10,522,147	\$ 6,401,699
Deferred Credit on Refunding	43,536	0
Pension Changes in Experience	518,130	663,930
Pension Changes in Proportion	0	292,870
OPEB Changes in Experience	0	3,031,427
OPEB Changes in Assumptions	0	7,451,544
Total Deferred Inflows of Resources	<u>\$ 11,083,813</u>	<u>\$ 17,841,470</u>
NET POSITION		
Net Investment in Capital Assets	\$ 35,820,044	\$ 30,366,174
Restricted for:		
General Government	100,607	0
Finance	262,454	0
Administration of Justice	201,809	0
Public Safety	161,872	0
Public Health and Welfare	1,397,587	0
Highways	1,785,705	0
Debt Service	1,207,304	0
Education	0	9,955,851
Capital Projects	875,833	0
Pensions	687,961	6,405,472
Unrestricted	(8,281,025)	(13,764,991)
Total Net Position	<u>\$ 34,220,151</u>	<u>\$ 32,962,506</u>

The notes to the financial statements are an integral part of this statement.

Exhibit B

CLAIBORNE COUNTY, TENNESSEE
Statement of Activities
For the Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues				Net (Expense) Revenue and Changes in Net Position		Component Unit Claiborne County School Department
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Total Governmental Activities		
Primary Government:								
Governmental Activities:								
General Government	\$ 2,395,356	\$ 309,208	\$ 386,234	\$ 0	\$ (1,699,914)	\$ 0		
Finance	1,518,389	1,088,002	0	0	(430,387)	0		
Administration of Justice	1,651,974	392,283	242,685	0	(1,017,006)	0		
Public Safety	8,307,176	1,323,987	1,794,946	0	(5,188,243)	0		
Public Health and Welfare	4,307,659	867,565	284,474	244,353	(2,911,267)	0		
Social, Cultural, and Recreational Services	1,072,429	0	171,302	0	(901,127)	0		
Agriculture and Natural Resources	208,685	0	0	0	(208,685)	0		
Highways	4,055,115	0	2,741,679	2,793,791	1,480,355	0		
Interest on Long-term Debt	369,932	0	0	0	(369,932)	0		
Total Primary Government	\$ 23,886,715	\$ 3,981,045	\$ 5,621,320	\$ 3,038,144	\$ (11,246,206)	\$ 0		
Component Unit:								
Claiborne County School Department	\$ 57,723,317	\$ 2,397,324	\$ 13,890,481	\$ 0	\$ 0	\$ (41,435,512)		
Total Component Unit	\$ 57,723,317	\$ 2,397,324	\$ 13,890,481	\$ 0	\$ 0	\$ (41,435,512)		

(Continued)

Exhibit B

Claiborne County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Net (Expense) Revenue and Changes in Net Position			
		Program Revenues		Primary Government	Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Claiborne County School Department
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes				\$ 8,520,177	\$ 7,148,471
Property Taxes Levied for Solid Waste/Sanitation				1,750,939	0
Property Taxes Levied for Highways				75,249	0
Property Taxes Levied for Debt Service				245,371	0
Property Taxes Levied for Highway Capital Projects				112,877	0
Local Option Sales Taxes				0	5,068,167
Wheel Tax				1,455,300	0
General Litigation Tax				290,040	0
Wholesale Beer Tax				79,927	0
Hotel/Motel Tax				112,868	0
Other Taxes				362,954	19,495
Grants and Contributions Not Restricted to Specific Programs				6,584,816	33,113,501
Unrestricted Investment Income				1,390,516	208,351
Miscellaneous				68,551	401,804
Total General Revenues				\$ 21,049,585	\$ 45,959,789
Change in Net Position				\$ 9,803,379	\$ 4,524,277
Net Position, July 1, 2023				24,416,772	28,438,229
Net Position, June 30, 2024				\$ 34,220,151	\$ 32,962,506

The notes to the financial statements are an integral part of this statement.

Exhibit C-1

CLAIBORNE COUNTY, TENNESSEE

Balance Sheet

Governmental Funds

June 30, 2024

	Major Funds				
	General	Solid Waste / Sanitation	General Government Fund	Other	Highway / Public Works
				General	
ASSETS					
Cash	\$ 0	\$ 400	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	5,644,317	1,575,037	4,002,651	1,644,251	1,365,393
Accounts Receivable	41,076	76,792	0	18,172	0
Allowance for Uncollectibles	0	(13,401)	0	0	0
Due from Other Governments	395,465	40	293,777	446,714	0
Due from Other Funds	190,088	0	0	0	0
Property Taxes Receivable	9,076,230	1,802,503	0	78,759	136,381
Allowance for Uncollectible Property Taxes	(184,431)	(37,242)	0	(1,613)	(3,977)
Total Assets	\$ 15,162,745	\$ 3,404,129	\$ 4,296,428	\$ 2,186,283	\$ 1,497,797
LIABILITIES					
Accounts Payable	\$ 55,153	\$ 42,809	\$ 0	\$ 16,940	\$ 0
Payroll Deductions Payable	10,075	95	0	0	0
Contracts Payable	112,391	0	0	0	0
Retainage Payable	21,303	0	17,134	0	0
Due to Other Funds	0	0	0	0	0
Due to State of Tennessee	60	0	0	0	0
Due to Other Governments	0	0	4,459,004	0	0
Total Liabilities	\$ 198,982	\$ 42,904	\$ 4,476,138	\$ 16,940	\$ 0
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 8,525,694	\$ 1,689,921	\$ 0	\$ 73,915	\$ 121,743
Deferred Delinquent Property Taxes	351,459	72,326	0	3,102	10,234

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Balance Sheet**

Governmental Funds (Cont.)

DEFERRED INFLOWS OF RESOURCES (Cont.)

Other Deferred/Unavailable Revenue

	Major Funds				
	Solid General General	Waste / Sanitation	General Government Fund	Highway / Public Works	General Debt Service
Other					

Total Deferred Inflows of Resources

\$ 28,447 \$ 0 \$ 0 \$ 223,164 \$ 0
\$ 8,905,600 \$ 1,762,247 \$ 0 \$ 300,181 \$ 131,977

FUND BALANCES

Restricted:

Restricted for General Government

\$ 100,607 \$ 0 \$ 0 \$ 0 \$ 0

Restricted for Finance

129,682 0 0 0 0

Restricted for Administration of Justice

201,809 0 0 0 0

Restricted for Public Safety

116,749 0 0 0 0

Restricted for Public Health and Welfare

522,322 802,939 0 0 0

Restricted for Highways/Public Works

0 0 0 1,559,440 0

Restricted for Debt Service

0 0 0 0 1,365,820

Restricted for Capital Projects

107,042 0 0 0 0

Committed:

Committed for Public Health and Welfare

0 796,039 0 0 0

Committed for Highways/Public Works

0 0 0 309,722 0

Assigned:

Assigned for Other Operations

265,629 0 0 0 0

Unassigned

4,614,323 0 (179,710) 0 0

Total Fund Balances

\$ 6,058,163 \$ 1,598,978 \$(179,710) \$ 1,869,162 \$ 1,365,820

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

\$ 15,162,745 \$ 3,404,129 \$ 4,296,428 \$ 2,186,283 \$ 1,497,797

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Balance Sheet**

Governmental Funds (Cont.)

	Nonmajor Funds	Other Govern- mental Funds	Total Govern- mental Funds
ASSETS			
Cash	\$ 244,943	\$ 245,343	
Equity in Pooled Cash and Investments	829,774	15,061,423	
Accounts Receivable	77,917	213,957	
Allowance for Uncollectibles	0	(13,401)	
Due from Other Governments	0	1,135,996	
Due from Other Funds	0	190,088	
Property Taxes Receivable	118,140	11,212,013	
Allowance for Uncollectible Property Taxes	(2,420)	(229,683)	
 Total Assets	 \$ 1,268,354	 \$ 27,815,736	
LIABILITIES			
Accounts Payable	\$ 20,706	\$ 135,608	
Payroll Deductions Payable	0	10,170	
Contracts Payable	0	112,391	
Retainage Payable	0	38,437	
Due to Other Funds	190,088	190,088	
Due to State of Tennessee	0	60	
Due to Other Governments	0	4,459,004	
Total Liabilities	 \$ 210,794	 \$ 4,945,758	
DEFERRED INFLOWS OF RESOURCES			
Deferred Current Property Taxes	\$ 110,874	\$ 10,522,147	
Deferred Delinquent Property Taxes	4,652	441,773	

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Balance Sheet**

Governmental Funds (Cont.)

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
DEFERRED INFLOWS OF RESOURCES (Cont.)			
Other Deferred/Unavailable Revenue	\$ 0	\$ 251,611	
Total Deferred Inflows of Resources	<u>\$ 115,526</u>	<u>\$ 11,215,531</u>	
FUND BALANCES			
Restricted:			
Restricted for General Government	\$ 0	\$ 100,607	
Restricted for Finance	132,772	262,454	
Restricted for Administration of Justice	0	201,809	
Restricted for Public Safety	45,123	161,872	
Restricted for Public Health and Welfare	0	1,325,261	
Restricted for Highways/Public Works	0	1,559,440	
Restricted for Debt Service	0	1,365,820	
Restricted for Capital Projects	764,139	871,181	
Committed:			
Committed for Public Health and Welfare	0	796,039	
Committed for Highways/Public Works	0	309,722	
Assigned:			
Assigned for Other Operations	0	265,629	
Unassigned	0	4,434,613	
Total Fund Balances	<u>\$ 942,034</u>	<u>\$ 11,654,447</u>	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u><u>\$ 1,268,354</u></u>	<u><u>\$ 27,815,736</u></u>	

The notes to the financial statements are an integral part of this statement.

CLAIBORNE COUNTY, TENNESSEE
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2024

Amounts reported for governmental activities in the statement of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 11,654,447
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,054,592	
Add: buildings and improvements net of accumulated depreciation	13,784,927	
Add: infrastructure net of accumulated depreciation	19,528,823	
Add: other capital assets net of accumulated depreciation	<u>3,157,260</u>	37,525,602
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: notes payable	\$ (460,000)	
Less: bonds payable	(13,495,000)	
Less: deferred credit on refunding	(43,536)	
Less: compensated absences payable	(395,780)	
Less: landfill closure/postclosure care costs	(373,705)	
Less: accrued interest on bonds, notes, and other loans	(168,750)	
Less: unamortized premium on debt	<u>(2,460,762)</u>	(17,397,533)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expenses in future years.		
Add: deferred outflows of resources related to pensions	\$ 1,574,420	
Less: deferred inflows of resources related to pensions	<u>(518,130)</u>	1,056,290
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		687,961
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>693,384</u>
Net position of governmental activities (Exhibit A)		<u>\$ 34,220,151</u>

The notes to the financial statements are an integral part of this statement.

Exhibit C-3

CLAIBORNE COUNTY, TENNESSEE

Statement of Revenues, Expenditures,

and Changes in Fund Balances

Governmental Funds

For the Year Ended June 30, 2024

	Major Funds				
	General	Solid Waste / Sanitation	Other General Government Fund	Highway / Public Works	General Debt Service
Revenues					
Local Taxes	\$ 9,678,689	\$ 1,724,349	\$ 0	\$ 245,695	\$ 962,983
Licenses and Permits	72,660	0	0	0	0
Fines, Forfeitures, and Penalties	243,062	0	0	0	0
Charges for Current Services	119,390	819,669	0	0	0
Other Local Revenues	1,914,577	115,526	0	21,155	2,932,844
Fees Received From County Officials	1,151,584	0	0	0	0
State of Tennessee	3,851,846	17,970	0	5,343,708	0
Federal Government	1,551,253	0	1,164,249	160,926	0
Other Governments and Citizens Groups	355,724	0	0	0	0
Total Revenues	\$ 18,938,785	\$ 2,677,514	\$ 1,164,249	\$ 5,771,484	\$ 3,895,827
Expenditures					
Current:					
General Government	\$ 1,647,417	\$ 0	\$ 0	\$ 0	\$ 0
Finance	1,027,253	0	0	0	0
Administration of Justice	1,611,046	0	0	0	0
Public Safety	8,472,153	0	0	0	0
Public Health and Welfare	437,612	2,065,600	0	0	0
Social, Cultural, and Recreational Services	332,134	0	0	0	0
Agriculture and Natural Resources	207,795	0	0	0	0
Other Operations	1,616,437	0	39,123	0	0
Highways	0	0	0	5,299,490	0
Debt Service:					
Principal on Debt	0	0	0	0	3,099,266
Interest on Debt	0	0	0	0	830,075
Other Debt Service	0	0	0	0	8,466

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds (Cont.)

	Major Funds				
	General	Solid Waste / Sanitation	Other General Government Fund	Highway / Public Works	General Debt Service
Expenditures (Cont.)					
Capital Projects	\$ 339,290	\$ 0	\$ 1,041,196	\$ 0	\$ 0
Total Expenditures	\$ 15,691,137	\$ 2,065,600	\$ 1,080,319	\$ 5,299,490	\$ 3,937,807
Excess (Deficiency) of Revenues Over Expenditures					
	\$ 3,247,648	\$ 611,914	\$ 83,930	\$ 471,994	\$ (41,980)
Other Financing Sources (Uses)					
Notes Issued	\$ 0	\$ 135,000	\$ 0	\$ 0	\$ 0
Insurance Recovery	\$ 26,843	\$ 41,869	\$ 0	\$ 4,831	\$ 0
Transfers In	\$ 40,000	\$ 0	\$ 0	\$ 0	\$ 82,308
Transfers Out	\$ 0	\$ 0	\$ 0	\$ (109,200)	\$ 0
Total Other Financing Sources (Uses)	\$ 66,843	\$ 176,869	\$ 0	\$ (104,369)	\$ 82,308
Net Change in Fund Balances	\$ 3,314,491	\$ 788,783	\$ 83,930	\$ 367,625	\$ 40,328
Fund Balance, July 1, 2023	\$ 2,743,672	\$ 810,195	\$ (263,640)	\$ 1,501,537	\$ 1,325,492
Fund Balance, June 30, 2024	\$ 6,058,163	\$ 1,598,978	\$ (179,710)	\$ 1,869,162	\$ 1,365,820

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds (Cont.)

	Nonmajor Funds		
	Other Govern- ment Funds	Total Govern- mental Funds	
Revenues			
Local Taxes	\$ 839,465	\$ 13,451,181	
Licenses and Permits	0	72,660	
Fines, Forfeitures, and Penalties	5,737	248,799	
Charges for Current Services	534,237	1,473,296	
Other Local Revenues	860	4,984,962	
Fees Received From County Officials	0	1,151,584	
State of Tennessee	0	9,213,524	
Federal Government	0	2,876,428	
Other Governments and Citizens Groups	0	355,724	
Total Revenues	\$ 1,380,299	\$ 33,828,158	
Expenditures			
Current:			
General Government	\$ 0	\$ 1,647,417	
Finance	467,838	1,495,091	
Administration of Justice	20,208	1,631,254	
Public Safety	10,547	8,482,700	
Public Health and Welfare	180,906	2,684,118	
Social, Cultural, and Recreational Services	0	332,134	
Agriculture and Natural Resources	0	207,795	
Other Operations	0	1,655,560	
Highways	0	5,299,490	
Debt Service:			
Principal on Debt	0	3,099,266	
Interest on Debt	0	830,075	
Other Debt Service	0	8,466	

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds (Cont.)

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
Expenditures (Cont.)			
Capital Projects	\$ 721,017	\$ 2,101,503	
Total Expenditures	<u>\$ 1,400,516</u>	<u>\$ 29,474,869</u>	
Excess (Deficiency) of Revenues Over Expenditures			
	\$ (20,217)	\$ 4,353,289	
Other Financing Sources (Uses)			
Notes Issued	\$ 0	\$ 135,000	
Insurance Recovery	0	73,543	
Transfers In	0	122,308	
Transfers Out	(13,108)	(122,308)	
Total Other Financing Sources (Uses)	<u>\$ (13,108)</u>	<u>\$ 208,543</u>	
Net Change in Fund Balances	\$ (33,325)	\$ 4,561,832	
Fund Balance, July 1, 2023	<u>975,359</u>	<u>7,092,615</u>	
Fund Balance, June 30, 2024	<u><u>\$ 942,034</u></u>	<u><u>\$ 11,654,447</u></u>	

The notes to the financial statements are an integral part of this statement.

CLAIBORNE COUNTY, TENNESSEE

**Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities**
For the Year Ended June 30, 2024

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit C-3)	\$ 4,561,832
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:	
Add: capital assets purchased in the current period	\$ 4,275,597
Less: current-year depreciation expense	<u>(2,191,665)</u> 2,083,932
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Add: deferred delinquent property taxes and other deferred June 30, 2024	\$ 693,384
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(831,448)</u> (138,064)
(3) The issuance of long-term debt (e.g., bonds, notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
Add: change in unamortized premium on debt issuances	\$ 410,126
Add: principal payments on bonds	2,785,000
Add: principal payments on notes	230,000
Add: principal payment on other loans	84,266
Less: note proceeds	(135,000)
Add: change in deferred amount on refunding debt	<u>15,267</u> 3,389,659
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Change in accrued interest payable	\$ 34,750
Change in compensated absences payable	(94,236)
Change in landfill closure/postclosure care costs	86,007
Change in net pension liability/asset - agent plan	860,424
Change in deferred outflows related to pensions	(473,242)
Change in deferred inflows related to pension	<u>(507,683)</u> (93,980)
Change in net position of governmental activities (Exhibit B)	<u>\$ 9,803,379</u>

The notes to the financial statements are an integral part of this statement.

CLAIBORNE COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Local Taxes	\$ 9,678,689	\$ 0	\$ 9,678,689	\$ 9,406,286	\$ 9,564,806	\$ 113,883
Licenses and Permits	72,660	0	72,660	13,500	66,902	5,758
Fines, Forfeitures, and Penalties	243,062	0	243,062	55,750	55,750	187,312
Charges for Current Services	119,390	0	119,390	99,800	99,800	19,590
Other Local Revenues	1,914,577	0	1,914,577	1,026,335	1,118,755	795,822
Fees Received From County Officials	1,151,584	0	1,151,584	1,386,250	971,250	180,334
State of Tennessee	3,851,846	0	3,851,846	4,347,980	5,783,633	(1,931,787)
Federal Government	1,551,253	0	1,551,253	56,000	1,078,743	472,510
Other Governments and Citizens Groups	355,724	0	355,724	11,800	15,575	340,149
Total Revenues	\$ 18,938,785	\$ 0	\$ 18,938,785	\$ 16,403,701	\$ 18,755,214	\$ 183,571
Expenditures						
General Government						
County Commission	\$ 155,551	\$ 0	\$ 155,551	\$ 193,400	\$ 193,400	\$ 37,849
Board of Equalization	6,875	0	6,875	7,025	7,025	150
Beer Board	0	0	0	1,200	1,200	1,200
Budget and Finance Committee	16,643	0	16,643	32,232	32,232	15,589
County Mayor/Executive	216,110	0	216,110	215,686	217,486	1,376
County Attorney	62,699	0	62,699	63,200	63,200	501
Election Commission	628,241	0	628,241	687,716	687,716	59,475
Register of Deeds	234,329	0	234,329	250,908	250,908	16,579
Development	4,563	0	4,563	5,000	5,000	437
Planning	38,286	0	38,286	27,793	38,593	307
County Buildings	263,317	0	263,317	303,990	303,990	40,673
Preservation of Records	20,803	0	20,803	20,703	23,003	2,200

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
Finance						
Accounting and Budgeting	\$ 444,655	\$ 0	\$ 444,655	\$ 415,983	\$ 460,233	\$ 15,578
Property Assessor's Office	277,082	0	277,082	286,431	286,431	9,349
Reappraisal Program	91,776	0	91,776	99,003	99,003	7,227
County Trustee's Office	103,570	0	103,570	345,735	154,421	50,851
County Clerk's Office	110,170	0	110,170	425,562	154,085	43,915
Administration of Justice						
Circuit Court	449,832	0	449,832	479,673	479,673	29,841
General Sessions Court	268,436	0	268,436	269,613	271,588	3,152
Chancery Court	276,390	0	276,390	301,896	301,896	25,506
District Attorney General	565,433	0	565,433	529,671	644,521	79,088
Office of Public Defender	50,955	0	50,955	51,009	51,009	54
Public Safety						
Sheriff's Department	3,639,661	0	3,639,661	2,978,637	4,091,900	452,239
Administration of the Sexual Offender Registry	1,650	0	1,650	2,000	2,000	350
Workhouse	4,325,069	0	4,325,069	3,959,392	4,439,193	114,124
Juvenile Services	67,882	0	67,882	80,728	80,728	12,846
Fire Prevention and Control	186,000	0	186,000	231,000	231,000	45,000
Civil Defense	99,053	0	99,053	139,676	137,376	38,323
Rescue Squad	34,363	0	34,363	46,726	46,726	12,363
Other Emergency Management	60,000	0	60,000	59,200	66,400	6,400
County Coroner/Medical Examiner	58,475	0	58,475	58,800	58,800	325
Public Health and Welfare						
Local Health Center	139,064	0	139,064	172,977	172,977	33,913
Rabies and Animal Control	20,000	0	20,000	20,000	20,000	0
Ambulance/Emergency Medical Services	146,000	0	146,000	0	146,000	0

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
Public Health and Welfare (Cont.)						
Other Local Health Services	\$ 73,634	\$ 0	\$ 73,634	\$ 111,874	\$ 111,874	\$ 38,240
Sanitation Education/Information	58,914	0	58,914	56,397	61,802	2,888
Social, Cultural, and Recreational Services						
Senior Citizens Assistance	157,505	0	157,505	157,058	204,216	46,711
Libraries	174,629	0	174,629	164,991	175,687	1,058
Agriculture and Natural Resources						
Agricultural Extension Service	109,806	0	109,806	110,023	110,023	217
Forest Service	2,000	0	2,000	2,000	2,000	0
Soil Conservation	95,989	0	95,989	106,031	106,031	10,042
Other Operations						
Industrial Development	129,727	0	129,727	138,000	138,000	8,273
Housing and Urban Development	382,803	(330,009)	52,794	750,000	1,557,866	1,505,072
Other Economic and Community Development	19,510	0	19,510	61,526	61,526	42,016
Veterans' Services	37,322	0	37,322	42,068	42,068	4,746
Other Charges	1,013,407	0	1,013,407	1,101,540	1,166,478	153,071
Miscellaneous	33,668	0	33,668	45,000	45,000	11,332
Capital Projects						
Public Safety Projects	339,290	(5,000)	334,290	369,293	519,293	185,003
Public Health and Welfare Projects	0	0	0	337,500	337,500	337,500
Total Expenditures	\$ 15,691,137	\$ (335,009)	\$ 15,356,128	\$ 16,315,866	\$ 18,859,077	\$ 3,502,949
Excess (Deficiency) of Revenues						
Over Expenditures	\$ 3,247,648	\$ 335,009	\$ 3,582,657	\$ 87,835	\$ (103,863)	\$ 3,686,520

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Other Financing Sources (Uses)						
Insurance Recovery	\$ 26,843	\$ 0	\$ 26,843	\$ 0	\$ 26,842	1
Transfers In	40,000	0	40,000	40,000	40,000	0
Total Other Financing Sources	\$ 66,843	\$ 0	\$ 66,843	\$ 40,000	\$ 66,842	1
Net Change in Fund Balance	\$ 3,314,491	\$ 335,009	\$ 3,649,500	\$ 127,835	\$ (37,021)	3,686,521
Fund Balance, July 1, 2023	2,743,672	(335,009)	2,408,663	2,449,891	2,449,891	(41,228)
Fund Balance, June 30, 2024	\$ 6,058,163	\$ 0	\$ 6,058,163	\$ 2,577,726	\$ 2,412,870	3,645,293

The notes to the financial statements are an integral part of this statement.

CLAIBORNE COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 1,724,349	\$ 1,673,645	\$ 1,673,645	\$ 50,704
Charges for Current Services	819,669	500,000	500,000	319,669
Other Local Revenues	115,526	93,000	93,000	22,526
State of Tennessee	17,970	15,000	15,000	2,970
Total Revenues	<u>\$ 2,677,514</u>	<u>\$ 2,281,645</u>	<u>\$ 2,281,645</u>	<u>\$ 395,869</u>
Expenditures				
Public Health and Welfare				
Waste Pickup	\$ 2,065,600	\$ 2,416,645	\$ 2,427,545	\$ 361,945
Total Expenditures	<u>\$ 2,065,600</u>	<u>\$ 2,416,645</u>	<u>\$ 2,427,545</u>	<u>\$ 361,945</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 611,914</u>	<u>\$ (135,000)</u>	<u>\$ (145,900)</u>	<u>\$ 757,814</u>
Other Financing Sources (Uses)				
Notes Issued	\$ 135,000	\$ 135,000	\$ 135,000	\$ 0
Insurance Recovery	41,869	0	10,900	30,969
Total Other Financing Sources	<u>\$ 176,869</u>	<u>\$ 135,000</u>	<u>\$ 145,900</u>	<u>\$ 30,969</u>
Net Change in Fund Balance	<u>\$ 788,783</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 788,783</u>
Fund Balance, July 1, 2023	810,195	783,859	783,859	26,336
Fund Balance, June 30, 2024	<u>\$ 1,598,978</u>	<u>\$ 783,859</u>	<u>\$ 783,859</u>	<u>\$ 815,119</u>

The notes to the financial statements are an integral part of this statement.

CLAIBORNE COUNTY, TENNESSEE**Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**

Other General Government Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Federal Government	\$ 1,164,249	\$ 0	\$ 0	\$ 1,164,249	\$ 6,028,449	\$ 6,028,449	\$ (4,864,200)
Total Revenues	<u>\$ 1,164,249</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,164,249</u>	<u>\$ 6,028,449</u>	<u>\$ 6,028,449</u>	<u>\$ (4,864,200)</u>
Expenditures							
Other Operations							
American Rescue Plan Act Grant #1	\$ 39,123	\$ 0	\$ 0	\$ 39,123	\$ 0	\$ 117,776	\$ 78,653
American Rescue Plan Act Grant #6	0	0	0	0	100,000	100,000	100,000
Capital Projects							
American Rescue Plan Act Grant #1	664,000	(177,307)	0	486,693	5,048,214	4,978,867	4,492,174
American Rescue Plan Act Grant #2	377,196	0	1,164,488	1,541,684	5,978,449	5,978,449	4,436,765
Total Expenditures	<u>\$ 1,080,319</u>	<u>\$ (177,307)</u>	<u>\$ 1,164,488</u>	<u>\$ 2,067,500</u>	<u>\$ 11,126,663</u>	<u>\$ 11,175,092</u>	<u>\$ 9,107,592</u>
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 83,930	\$ 177,307	\$ (1,164,488)	\$ (903,251)	\$ (5,098,214)	\$ (5,146,643)	\$ 4,243,392
Net Change in Fund Balance	\$ 83,930	\$ 177,307	\$ (1,164,488)	\$ (903,251)	\$ (5,098,214)	\$ (5,146,643)	\$ 4,243,392
Fund Balance, July 1, 2023	(263,640)	(177,307)	0	(440,947)	2,333,706	2,333,706	(2,774,653)
Fund Balance, June 30, 2024	<u>\$ (179,710)</u>	<u>\$ 0</u>	<u>\$ (1,164,488)</u>	<u>\$ (1,344,198)</u>	<u>\$ (2,764,508)</u>	<u>\$ (2,812,937)</u>	<u>\$ 1,468,739</u>

The notes to the financial statements are an integral part of this statement.

CLAIBORNE COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Highway/Public Works Fund
For the Year Ended June 30, 2024

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 245,695	\$ 236,280	\$ 236,280	\$ 9,415
Other Local Revenues	21,155	6,500	21,913	(758)
State of Tennessee	5,343,708	2,813,239	5,533,862	(190,154)
Federal Government	160,926	0	6,278	154,648
Total Revenues	<u>\$ 5,771,484</u>	<u>\$ 3,056,019</u>	<u>\$ 5,798,333</u>	<u>(\$26,849)</u>
Expenditures				
Highways				
Administration	\$ 152,616	\$ 165,872	\$ 166,172	\$ 13,556
Highway and Bridge Maintenance	1,836,626	1,739,489	1,941,486	104,860
Operation and Maintenance of Equipment	446,209	489,858	512,084	65,875
Other Charges	83,198	92,800	94,800	11,602
Employee Benefits	26,186	30,000	30,000	3,814
Capital Outlay	2,754,655	498,000	3,205,048	450,393
Total Expenditures	<u>\$ 5,299,490</u>	<u>\$ 3,016,019</u>	<u>\$ 5,949,590</u>	<u>\$ 650,100</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 471,994</u>	<u>\$ 40,000</u>	<u>\$ (151,257)</u>	<u>\$ 623,251</u>
Other Financing Sources (Uses)				
Insurance Recovery	\$ 4,831	\$ 0	\$ 4,831	\$ 0
Transfers Out	(109,200)	(40,000)	(109,200)	0
Total Other Financing Sources	<u>\$ (104,369)</u>	<u>\$ (40,000)</u>	<u>\$ (104,369)</u>	<u>\$ 0</u>
Net Change in Fund Balance Fund Balance, July 1, 2023	<u>\$ 367,625</u>	<u>\$ 0</u>	<u>\$ (255,626)</u>	<u>\$ 623,251</u>
Fund Balance, June 30, 2024	<u>\$ 1,501,537</u>	<u>\$ 1,301,508</u>	<u>\$ 1,301,508</u>	<u>\$ 200,029</u>
	<u><u>\$ 1,869,162</u></u>	<u><u>\$ 1,301,508</u></u>	<u><u>\$ 1,045,882</u></u>	<u><u>\$ 823,280</u></u>

The notes to the financial statements are an integral part of this statement.

CLAIBORNE COUNTY, TENNESSEE
Statement of Net Position
 Fiduciary Funds
June 30, 2024

	Custodial Funds
ASSETS	
Cash	\$ 2,171,179
Equity in Pooled Cash and Investments	125,364
Due from Other Governments	<u>509,378</u>
Total Assets	<u>\$ 2,805,921</u>
LIABILITIES	
Accounts Payable	\$ 1,611
Due to Other Taxing Units	<u>509,378</u>
Total Liabilities	<u>\$ 510,989</u>
NET POSITION	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 2,294,932</u>
Total Net Position	<u><u>\$ 2,294,932</u></u>

The notes to the financial statements are an integral part of this statement.

CLAIBORNE COUNTY, TENNESSEE**Statement of Changes in Net Position**

Fiduciary Funds

For the Year Ended June 30, 2024

	Custodial Funds
ADDITIONS	
Sales Tax Collections for Other Governments	\$ 2,935,187
Fines/Fees and Other Collections	7,635,994
District Attorney General Collections	13,377
Work Release Collections	160,429
Total Additions	<u>\$ 10,744,987</u>
DEDUCTIONS	
Payment of Sales Tax Collections for Other Governments	\$ 2,935,187
Payments to State	5,942,486
Payments to Individuals and Others	2,714,589
Payments of District Attorney General Expenses	89,531
Payments of Work Release Program Expenses	169,050
Total Deductions	<u>\$ 11,850,843</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (1,105,856)
Net Position, July 1, 2023	<u>3,400,788</u>
Net Position, June 30, 2024	<u><u>\$ 2,294,932</u></u>

The notes to the financial statements are an integral part of this statement.

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CLAIBORNE COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Claiborne County's financial statements are presented in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments.

The following are the more significant accounting policies of Claiborne County:

A. *Reporting Entity*

Claiborne County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Claiborne County (the primary government) and its component units. Although required by GAAP, the financial statements of the Claiborne County Economic and Community Development Board and the financial statements of the Claiborne County Emergency Communications District, component units requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of their omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationship with the county.

Discretely Presented Component Units – The following entities meet the criteria for discretely presented component units of the county. They are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the county.

The Claiborne County School Department operates the public school system in the county, and the voters of Claiborne County elect its board. The school department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the county commission's approval. The school department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Claiborne County Economic and Community Development Board (formerly known as the Industrial Development Board) is a non-profit corporation incorporated under the provisions of the State of Tennessee, and the Claiborne County Commission appoints its governing body. The board is funded primarily through the sale and lease of industrial park properties, property taxes, grants, and contributions. Before the issuance of most debt instruments, the board obtains the approval of the county commission. The function of the board is to attract and promote new industry in the county. The financial statements of the Claiborne County Economic and Community Development Board were not material to the component units' opinion unit and therefore have been omitted from this report.

The Claiborne County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Claiborne County, and the Claiborne County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's

approval. The financial statements of the Claiborne County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Claiborne County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the school department are included in this report as listed in the table of contents. Complete financial statements of the Claiborne County Economic and Community Development Board and the Claiborne County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Claiborne County Economic and
Community Development Board
3222 Highway 25 East, Suite 1
Tazewell, TN 37879

Claiborne County Emergency Communications
District
P.O. Box 911
Tazewell, TN 37879

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in government-wide financial statements. However, the primary government of Claiborne County does not have any business-type activities to report. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Claiborne County School Department component unit only reports governmental activities in the government-wide financial statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Claiborne County issues all debt for the discretely presented Claiborne County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2024.

Separate financial statements are provided for governmental funds, the proprietary fund (internal service), and fiduciary funds. The internal service fund is reported with the governmental activities in the government-wide financial statements, and the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. *Measurement Focus, Basis of Accounting, and Financial Statement Presentation*

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary funds financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Claiborne County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund balance, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Claiborne County has no proprietary funds to report. The Claiborne County School Department has one proprietary fund, an internal service fund.

Separate financial statements are provided for governmental funds, the proprietary fund, and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The internal service fund and the fiduciary funds in total are reported in single columns by fund type.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Claiborne County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the General Debt Service Fund for payments to be made early in the following year.

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable (reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

The proprietary fund and fiduciary funds financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category includes custodial funds.

Claiborne County reports the following major governmental funds:

General Fund – This is the county's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Solid Waste/Sanitation Fund – This special revenue fund accounts for transactions relating to the disposal of Claiborne County's solid waste. Local taxes and general service charges are the foundational revenues of this fund.

Other General Government Fund – This special revenue fund accounts for proceeds received from the American Rescue Plan Act.

Highway/Public Works Fund – This special revenue fund accounts for transactions of the county's highway department. Local and state gasoline/fuel taxes are the foundational revenues of this fund.

General Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Additionally, Claiborne County reports the following fund types:

Capital Projects Funds – These funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Claiborne County, restricted revenues held for the benefit of the Office of the District Attorney General, and assets held in a custodial capacity for the work release program.

The discretely presented Claiborne County School Department reports the following major governmental funds:

General Purpose School Fund – This fund is the primary operating fund for the school department. It is used to account for general operations of the school department.

School Federal Projects Fund – This special revenue fund is used to account for restricted federal revenues, which must be expended on specific education programs.

Central Cafeteria Fund – This special revenue fund is used to account for cafeteria operations in each of the schools. Service charges and federal grants are the foundational revenues of this fund.

Additionally, the Claiborne County School Department reports the following fund type:

Internal Service Fund – The Employee Insurance Fund is used to account for transactions pertaining to the school department's self-insured group medical plan.

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 24) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 23) are presented in this report. We do not believe using the prior year balances will affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The school department has one proprietary fund, an internal service fund, used to account for the employees' health insurance. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the internal service fund are charges for services. Operating expenses for the internal service fund include administrative expenses and employee benefits.

**D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/
Fund Balance**

1. Deposits and Investments

For purposes of the Statement of Cash Flows for the school department's internal service fund, cash consists of demand deposits.

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; the State Treasurer's Intermediate Term Investment Fund; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Claiborne County School Department. Each

fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Income from these pooled investments is assigned to the General, Solid Waste/Sanitation, General Debt Service, and the school department's General Purpose School and Central Cafeteria funds per percentages established in the budgetary process. Claiborne County and the school department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost.

Investments in the State Treasurer's Investment Pool are reported at amortized cost using a stable net asset value. The primary oversight responsibility for the investments and operations of the State Treasurer's Investment Pool rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. These policies were designed to comply with generally accepted accounting principles. In addition, state statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. Compliance with Funding Board policies is audited by the Tennessee Comptroller of the Treasury, Division of State Audit. The latest audit opinion issued by the Division of State Audit concluded that the State Treasurer's Investment Pool complied with accounting principles generally accepted in the United States of America.

Investments in the State Treasurer's Intermediate Term Investment Fund are reported at amortized cost using a floating net asset value. The primary oversight responsibility for the investments and operations of the State Treasurer's Intermediate Term Investment Fund rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. These policies were designed to comply with generally accepted accounting principles. In addition, state statutes require the state treasurer to administer the pool under the same terms and conditions as prescribed for other funds invested by the state treasurer. Compliance with Funding Board policies is audited by the Tennessee Comptroller of the Treasury, Division of State Audit. The latest audit opinion issued by the Division of State Audit concluded that the State Treasurer's Intermediate Term Investment Fund complied with accounting principles generally accepted in the United States of America. Claiborne County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value. Other than the pension stabilization trust discussed in Note IV.A., no investments required to be reported at fair value were held at the balance sheet date.

2. Receivables and Payables

Activity between funds for unremitted current collections outstanding at the end of the fiscal year is referred to as due to/from other funds.

All property taxes and solid waste receivables are shown with an allowance for uncollectibles. Solid waste receivables allowance for uncollectibles is based on

historical collection data. The allowance for uncollectible property taxes is equal to 1.09 percent of total taxes levied.

Property taxes receivable are recognized as of the date an enforceable legal claim to the taxable property arises. This date is January 1 and is referred to as the lien date. However, revenues from property taxes are recognized in the period for which the taxes are levied, which is the ensuing fiscal year. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable, less an estimated allowance for uncollectible taxes, is reported as a deferred inflow of resources as of June 30.

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalty the following March 1. Suit must be filed in Chancery Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

Most payables are disaggregated on the face of the financial statements. Due to Other Governments (\$4,459,004) represents American Rescue Plan Act funds received in advance by the primary government. The Other Current Liabilities account reflected in the discretely presented school department's General Purpose School Fund represents the remaining balance in the teachers' payroll clearing accounts for July and August payrolls.

Retainage payable in the primary government's General Fund and nonmajor governmental funds represents amounts withheld from payments made on construction contracts pending completion of the projects. These amounts are held by the county trustee as Equity in Pooled Cash and Investments in the General Fund and nonmajor governmental funds.

3. Restricted Assets

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement System (TCRS) for the benefit of the discretely presented Claiborne County School Department's Teacher Retirement Plan. The purpose of this trust is to accumulate funds to provide stabilization (smoothing) of retirement costs to the school system in times of fluctuating investment returns and market downturns. These funds are held and invested by TCRS pursuant to an irrevocable agreement and may only be used for the benefit of the Claiborne County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Claiborne County School Department has not withdrawn any funds from the trust to pay pension costs.

Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

4. **Capital Assets**

Governmental funds do not capitalize the cost of capital outlays; these funds report capital outlays as expenditures upon acquisition.

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items) are reported in the governmental column on the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of more than two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, equipment, and infrastructure of the primary government and the discretely presented school department are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	40
Other Capital Assets	5 - 20
Infrastructure:	
Roads (based on surface type)	30, 40, or 50
Bridges	40

5. **Deferred Outflows/Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for pension changes in experience, assumptions, investment earnings, and proportion; employer contributions made to the pension plan after the measurement date; and other postemployment benefit changes in experience and assumptions.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources

(revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These items are from the following sources: current and delinquent property taxes, deferred credit on refunding, pension changes in experience and proportion, other postemployment benefit changes in experience and assumptions, and various receivables for revenues, which do not meet the availability criteria for governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

6. Compensated Absences

Primary Government

It is the county's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Claiborne County does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

Discretely Presented Claiborne County School Department

Vacation benefits for employees of the school department do not vest or accumulate and must be used within the year. The granting of sick leave has no guaranteed payment attached and therefore requires no accrual.

7. Long-term Debt and Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position. Debt premiums and discounts are deferred and amortized over the life of the new debt using the straight-line method. Debt issuance costs are expensed in the period incurred. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable, is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and

expenditures for other long-term obligations, including compensated absences, other postemployment benefits, and landfill closure/postclosure care costs are recognized to the extent that the liabilities have matured (come due for payment) each period.

8. Net Position and Fund Balance

In the government-wide financial statements and the proprietary fund (internal service fund) in the fund financial statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

The government-wide Statement of Net Position, Governmental Activities, reports \$6,681,132 of restricted net position, of which \$888,769 is restricted by enabling legislation.

As of June 30, 2024, Claiborne County had \$12,375,000 in outstanding debt for capital purposes for the discretely presented Claiborne County School Department and \$200,000 in outstanding debt issued for the benefit of a local utility. This debt is a liability of Claiborne County, but the capital assets acquired are reported in the financial statements of the school department and the local utility. Therefore, Claiborne County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

It is the county's policy that restricted amounts would be reduced first followed by unrestricted amounts when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Also, it is the county's policy that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of these unrestricted fund balance classifications could be used.

In the fund financial statements, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in these funds can be spent. These classifications may consist of the following:

Nonspendable Fund Balance – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the county commission, the county's highest level of decision-making authority and the Board of Education, the school department's highest level of decision-making authority, and shall remain binding unless removed in the same manner.

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission makes assignments for the general government. The Board of Education makes assignments for the school department. Assigned fund balance in the General Fund represents amounts assigned to balance the 2024-25 fiscal year budget (\$265,629). Assigned fund balance in the General Purpose School Fund of the discretely presented school department consists of amounts appropriated for use in the 2024-25 fiscal year budget (\$1,386,903), amounts for general education degree tests and talent search (\$2,502), and an amount assigned for debt service (\$565,104).

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds. In the other governmental funds, funds expended that exceed the amounts that are restricted, committed, and assigned are reported as negative unassigned fund balance.

E. Pension Plans

Primary Government

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Claiborne County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Claiborne County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Pension Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Pension Plan of TCRS. Investments are reported at fair value.

Discretely Presented Claiborne County School Department

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teacher Retirement Plan and the Teacher Legacy Pension Plan in the Tennessee Consolidated Retirement System, and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the TCRS. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Teacher Retirement Plan and the Teacher Legacy Pension Plan. Investments are reported at fair value.

F. Other Postemployment Benefit (OPEB) Plan

Discretely Presented Claiborne County School Department

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by the discretely presented Claiborne County School Department. For this purpose, the school department recognizes benefit payments when due and payable in accordance with benefit terms. The school department's OPEB plan is not administered through a trust.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. *Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Position*

Primary Government

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

Discretely Presented Claiborne County School Department

Exhibit I-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

B. *Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities*

Primary Government

Exhibit C-4 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

Discretely Presented Claiborne County School Department

Exhibit I-5 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. *Budgetary Information*

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund, the Other Special Revenue Fund, the discretely presented school department's Internal School Fund (special revenue funds), which are not budgeted, and the General Capital Projects fund which adopts project length budgets. All annual appropriations lapse at fiscal year-end.

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the county commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, County Mayor, County Attorney, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

The county's budgetary basis of accounting is consistent with GAAP, except instances in which encumbrances are treated as budgeted expenditures. The difference between the budgetary basis and GAAP basis is presented on the face of each budgetary schedule.

On June 30, 2024, Claiborne County reported the following encumbrance:

Fund	Amount
Primary Government:	
Major Fund:	
Other General Government	\$ 1,164,488

B. *Fund Deficit/Budgetary Basis Fund Deficit*

The Other General Government Fund reported a GAAP basis deficit in unassigned fund balance of \$179,710 on June 30, 2024. This deficit is due to grant expenditure reporting prescribed by the U.S. Treasury for the State and Local Fiscal Recovery Funds Grant (ALN 21.027). The grant expenditures can only be reported in April of each year. Claiborne

County made expenditures of grant funds after the reporting period but before the end of the fiscal year which resulted in the deficit.

The Other General Government Fund also reported a budgetary basis deficit of \$1,344,198 on June 30, 2024. This resulted from the GAAP basis deficit discussed above (\$179,710) plus the recognition of budgeted expenditures for outstanding encumbrances in the amount of \$1,164,488. These encumbrances were recorded to reflect outstanding commitments which will be funded by federal grants in the subsequent fiscal year.

C. *Appropriations Exceeded Estimated Available Funding*

The budget and subsequent amendments approved by the county commission for the Other General Government Fund resulted in appropriations exceeding estimated available funding by \$2,812,937.

D. *Cash Shortage – Prior Year*

An investigative report of the Comptroller's Office dated June 27, 2022, reported that during the period of January 2015, through April 2022, Lesley Chumley, a former bookkeeper for the Office of Circuit, General Sessions and Juvenile Courts Clerk, misappropriated at least \$618,404 from the office by falsifying bank records and failing to deposit collections remitted to her by other office staff. That investigation report is available at www.comptroller.tn.gov/ia. On September 29, 2023, Lesley Chumley pled guilty to one count of Theft over \$250,000, one count of Official Misconduct, and one count of Destruction of and Tampering with Government Records. She was sentenced to 15 years and was ordered to pay restitution totaling \$618,404 to the county; however, no restitution was paid as of June 30, 2024. During the current year the Office of Circuit, General Sessions and Juvenile Courts Clerk received \$136,503 from an insurance settlement and the Claiborne County Commission voted to liquidate the remaining shortage (\$481,901) using monies from the county's General Fund. Any restitution collected will be reported as revenue when received.

E. *The Trustee was not Bonded*

The trustee was not bonded as required by state statutes for the period April 15, 2024, through June 30, 2024. The trustee obtained an official surety bond effective beginning September 1, 2024, which was subsequently recorded by the register of deeds on September 30, 2024. Further details of this matter are presented in the Schedule of Findings and Questioned Costs in the Single Audit section of this report.

IV. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

Claiborne County and the Claiborne County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Cash reflected on the balance sheets or statements of net position represents nonpooled amounts held separately by individual funds.

Deposits

Legal Provisions. All deposits with financial institutions must be secured by one of three methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 90 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose fair value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

In addition, counties may invest in FDIC insured certificates of deposit. The deposit is first made in a bank or savings and loan association, selected by the government entity, with a branch in the state of Tennessee that is authorized to accept county deposits (the depository bank). The depository bank then arranges for the transfer of the moneys into one or more federally insured banks or savings and loan associations, wherever located (secondary depositories), for the account of the county. In turn, the depository bank receives funds from customers of the secondary depositories equal to or greater than the amount initially invested by the county. The balance of county funds with each secondary depository must not exceed FDIC insurance limits so that all funds are fully insured. Under this program, the trustee must provide the depository bank with a listing of all banks and savings and loan associations holding county funds under the same federal employer identification number (FEIN). To prevent deposits from exceeding FDIC coverage, the depository bank is prohibited from using any of those listed banks or savings and loan associations as secondary depositories. The use of this program must be approved by the county investment committee or finance committee as appropriate for the specific county. Further, the investment committee or finance committee must establish policies and procedures for the investments, including the establishment of controls to ensure that full FDIC insurance coverage is obtained. Service providers used by depositories must be approved by the state treasurer upon concurrence by the commissioner of financial institutions and finance and administration. There are currently only two eligible programs that have been approved by the state treasurer: the Certificate of Deposit Account Registry Service (CDARS) and the Insured Cash Sweep (ICS), which operate through IntraFi Network, LLC.

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loan associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may make

investments with longer maturities if various restrictions set out in state law are followed. Counties are also authorized to make investments in the State Treasurer's Investment Pool, the State Treasurer's Intermediate Term Investment Fund, and in repurchase agreements. The primary oversight responsibility for the investments and operations of the State Treasurer's Investment Pool rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. Investments in the State Treasurer's Investment Pool are reported both by the pool and the county at amortized cost using a stable net asset value. The primary oversight responsibility for the investments and operations of the Intermediate Term Investment Fund rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. Investments in the Intermediate Term Investment Fund are reported both by the pool and the county at amortized cost using a floating net asset value. Repurchase agreements must be approved by the state Comptroller's Office and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

Other than the school department's investment in the TCRS Stabilization Trust as discussed below the county had no pooled or nonpooled investments as of June 30, 2024.

TCRS Stabilization Trust

Legal Provisions. The Claiborne County School Department is a member of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The school department has placed funds into the irrevocable trust as authorized by statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the trust. Funds of trust members are held and invested in the name of the trust for the benefit of each member. Each member's funds are restricted for the payment of retirement benefits of that member's employees. Trust funds are not subject to the claims of general creditors of the school department.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The Claiborne County School Department may not impose any restrictions on investments placed by the trust on their behalf. It is the intent of the plan trustees to allocate these funds in the future to offset pension costs.

On June 30, 2024, the Claiborne County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 148,020
Developed Market International Equity	N/A	N/A	66,847
Emerging Market International Equity	N/A	N/A	19,099
U.S. Fixed Income	N/A	N/A	95,496
Real Estate	N/A	N/A	95,496
Short-term Securities	N/A	N/A	47,748
NAV-Private Equity and Strategic Lending	N/A	N/A	<u>4,774</u>
Total			<u>\$ 477,480</u>

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

B. Capital Assets

Capital assets activity for the year ended June 30, 2024, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 1,054,592	\$ 0	\$ 0	\$ 1,054,592
Construction in Progress		34,298	0	(34,298) 0
Total Capital Assets Not Depreciated	\$ 1,088,890	\$ 0	\$ (34,298)	\$ 1,054,592
Capital Assets Depreciated:				
Buildings and Improvements	\$ 34,493,254	\$ 91,519	\$ 0	\$ 34,584,773
Infrastructure	31,828,194	3,113,814	0	34,942,008
Other Capital Assets	8,946,401	1,104,562	(40,500)	10,010,463
Total Capital Assets Depreciated	\$ 75,267,849	\$ 4,309,895	\$ (40,500)	\$ 79,537,244
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 19,981,829	\$ 818,017	\$ 0	\$ 20,799,846
Infrastructure	14,583,965	829,220	0	15,413,185
Other Capital Assets	6,349,275	544,428	(40,500)	6,853,203
Total Accumulated Depreciation	\$ 40,915,069	\$ 2,191,665	\$ (40,500)	\$ 43,066,234
Total Capital Assets Depreciated, Net	\$ 34,352,780	\$ 2,118,230	\$ 0	\$ 36,471,010
Governmental Activities				
Capital Assets, Net	\$ 35,441,670	\$ 2,118,230	\$ (34,298)	\$ 37,525,602

Depreciation expense was charged to functions of the primary government as follows:

Governmental Activities:

General Government	\$ 330,341
Finance	3,471
Public Safety	215,026
Public Health and Welfare	613,694
Social, Cultural, and Recreational	434
Highways/Public Works	<u>1,028,699</u>
 Total Depreciation Expense -	
Governmental Activities	<u>\$ 2,191,665</u>

Net Investment in Capital Assets

Capital Assets	\$ 37,525,602
Less:	
Outstanding principal of capital debt and other capital borrowings	(260,000)
Outstanding principal balance of debt and other borrowing used to refund capital-related debt	(1,120,000)
Unamortized balance of original issue premiums on outstanding capital-related debt	(319,899)
Unamortized balance of capital-related deferred inflows of resources	(5,659)
Net Investment in Capital Assets	<u>\$ 35,820,044</u>

Discretely Presented Claiborne County School Department

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 1,224,296	\$ 0	\$ 0	\$ 1,224,296
Construction in Progress	60,000	0	(60,000)	0
Total Capital Assets Not Depreciated	<u>\$ 1,284,296</u>	<u>\$ 0</u>	<u>\$ (60,000)</u>	<u>\$ 1,224,296</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 55,358,197	\$ 1,208,088	\$ (108,925)	\$ 56,457,360
Other Capital Assets	6,215,800	803,586	(91,003)	6,928,383
Total Capital Assets Depreciated	<u>\$ 61,573,997</u>	<u>\$ 2,011,674</u>	<u>\$ (199,928)</u>	<u>\$ 63,385,743</u>
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 28,964,081	\$ 1,518,740	\$ (605)	\$ 30,482,216
Other Capital Assets	3,414,465	349,248	(2,064)	3,761,649
Total Accumulated Depreciation	<u>\$ 32,378,546</u>	<u>\$ 1,867,988</u>	<u>\$ (2,669)</u>	<u>\$ 34,243,865</u>
Total Capital Assets Depreciated, Net	<u>\$ 29,195,451</u>	<u>\$ 143,686</u>	<u>\$ (197,259)</u>	<u>\$ 29,141,878</u>
Governmental Activities Capital Assets, Net	<u>\$ 30,479,747</u>	<u>\$ 143,686</u>	<u>\$ (257,259)</u>	<u>\$ 30,366,174</u>

Depreciation expense was charged to functions of the discretely presented Claiborne County School Department as follows:

Governmental Activities:

Instruction	\$ 1,499,529
Support Services	314,540
Operation of Non-instructional Services	<u>53,919</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,867,988</u>

C. Construction Commitments

On June 30, 2024, the Other General Government Fund had uncompleted construction contracts of approximately \$1,164,218, respectively, for waterline construction. Funding for the future expenditures is expected to be provided from future federal grant revenues.

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2024, was as follows:

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 190,088

This balance resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made.

Interfund Transfers:

Interfund transfers for the year ended June 30, 2024, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In	
	General Fund	Service Fund
Highway/Public Works Fund	\$ 40,000	\$ 69,200
Nonmajor governmental funds	0	13,108
Total	\$ 40,000	\$ 82,308

Transfers to the General Debt Service Fund represent contributions toward retirement of long-term debt principal and interest. Transfers to the General Fund represent funding for shared expenditures.

Discretely Presented Claiborne County School Department

Transfer Out	Transfer In		Purpose
	School	Federal Projects	
General Purpose School Fund	\$ 350,000		Cash flow

E. Sale/Lease of Claiborne County Hospital and Nursing Home

On March 25, 2014, the county entered into a transaction agreement with Claiborne Medical Center (CMC) related to the assets, liabilities, and operation of Claiborne County Hospital and Nursing Home. The agreement provided for the purchase of certain hospital and nursing home assets and liabilities by CMC, and a lease agreement for the land and buildings associated with the hospital and nursing home.

The combined sale and lease price (\$9,323,283) was paid at the time of closing and no other payments of rent were due during the entire lease term, including optional renewal terms. While the agreement did not specify the amount of the payment that related to the sale of assets and the amount related to the lease of assets, the county estimated the lease portion of the agreement at \$4,958,479. Pursuant to requirements of Governmental Accounting Standards Board Statement No. 87, *Leases*, the county, during the fiscal year ended June 30, 2022, recognized a deferred inflow of resources for the lease portion of the proceeds and began amortizing that deferral over the original lease term.

The original lease agreement provided for an original term of ten years with automatic extensions for three additional five-year terms, unless CMC gives written notice of non-renewal no less than 18 months prior to the expiration of the lease term or the renewal term, as applicable.

During the fiscal year ended June 30, 2023, Claiborne County approved an amendment granting CMC a perpetual right to utilize the facilities rent free until CMC or the county terminates the lease with a two-year notice. As a result, the agreement no longer qualifies as a lease based on provisions of Governmental Accounting Standards Board Statement No. 87, *Leases*. Accordingly, all remaining balances of deferred inflows of resources for the previously recognized lease were recognized as revenue at this time.

Other Commitments Under the Sale/Lease Agreement

Pursuant to the agreement, the sale/lease proceeds were placed in an escrow account in the name of the county. Disbursements are made from the escrow account to Claiborne County, CMC, or their designees for certain agreed upon healthcare related costs provided for in the transaction agreement. When escrow funds are no longer sufficient to cover such agreed upon costs, amounts due to CMC, pursuant to the agreement, shall be payable from the general revenues of the county.

At the end of the ten-year term, any remaining balance in escrow will be released and deposited into a Healthcare Fund to be used exclusively for financial obligations of the county specified in the transaction agreement, and for the promotion and advancement of health-related needs of residents of Claiborne County.

Terms of the transaction agreement included requirements for CMC to assume operations of the Claiborne County Ambulance Service with the county to provide, from the escrow account, \$165,000 per year, and one new ambulance per year in subsidy for the ambulance service operations. CMC may elect to discontinue their operation of the ambulance service at any time during the lease term with 90 days' notice. During the current year, the remainder of the escrow funds and Healthcare Fund were exhausted (\$180,906) and the county contributed \$146,000 from the General Fund to CMC towards the purchase of an ambulance. All future ambulance service subsidies shall be payable from general county revenues.

F. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

General Obligation Bonds - Claiborne County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds outstanding were issued for original terms of up to 10 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements - Claiborne County issues capital outlay notes to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. Capital outlay notes are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital Outlay notes outstanding were issued for original terms of up to 5 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund

General obligation bonds and capital outlay notes outstanding as of June 30, 2024, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-24
General Obligation Bonds -				
Refunding	5 %	4-1-30	\$ 21,810,000	\$ 13,495,000
Direct Borrowing and Direct Placement:				
Capital Outlay Notes	1.95 to 3	4-1-26	1,060,000	460,000

Included in amounts outstanding are various general obligation debts Claiborne County has issued for the benefit of the Claiborne County School Department component unit. The Claiborne County School Department contributes funds annually to the county to apply toward retirement of debt based on budgetary appropriations. During the year, the school department contributed \$2,902,500 to the county's General Debt Service Fund for retirement of those general obligation debt issues.

The annual requirements to amortize all general obligation bonds and notes outstanding as of June 30, 2024, including interest payments are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 2,540,000	\$ 674,750	\$ 3,214,750
2026	2,375,000	547,750	2,922,750
2027	1,990,000	429,000	2,419,000
2028-30	6,590,000	669,750	7,259,750
Total	\$ 13,495,000	\$ 2,321,250	\$ 15,816,250

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2025	\$ 230,000	\$ 10,595	\$ 240,595
2026	230,000	5,297	235,297
Total	\$ 460,000	\$ 15,892	\$ 475,892

There is \$1,365,820 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$421, based on the 2020 federal census. Total debt per capita, including bonds, notes, other loans, and unamortized debt premiums, totaled \$512, based on the 2020 federal census.

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2024, was as follows:

Governmental Activities:

	Bonds	Placement	Other
	Notes- Direct	Loans - Direct	Placement
Balance, July 1, 2023	\$ 16,280,000	\$ 555,000	\$ 84,266
Additions	0	135,000	0
Reductions	<u>(2,785,000)</u>	<u>(230,000)</u>	<u>(84,266)</u>
Balance, June 30, 2024	<u><u>\$ 13,495,000</u></u>	<u><u>\$ 460,000</u></u>	<u><u>\$ 0</u></u>
Balance Due Within One Year	<u><u>\$ 2,540,000</u></u>	<u><u>\$ 230,000</u></u>	<u><u>\$ 0</u></u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 13,955,000
Less: Balance Due Within One Year - Debt	(2,770,000)
Add: Unamortized Premium on Debt	<u>2,460,762</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u><u>\$ 13,645,762</u></u>

G. Long-term Obligations

Primary Government

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2024, was as follows:

Governmental Activities:	Compensated Absences	Landfill Closure/ Postclosure Care Costs
Balance, July 1, 2023	\$ 301,544	\$ 459,712
Additions	295,307	0
Reductions	(201,071)	(86,007)
 Balance, June 30, 2024	 \$ 395,780	 \$ 373,705
 Balance Due Within One Year	 \$ 257,257	 \$ 27,104

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities - Other, June 30, 2024	\$ 769,485
Less: Balance Due Within One Year - Other	<u>(284,361)</u>

Other Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 485,124</u>
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Compensated absences and net pension liabilities will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill closure/postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

Discretely Presented Claiborne County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Claiborne County School Department for the year ended June 30, 2024, was as follows:

Governmental Activities:

	Other Postemployment Benefits
Balance, July 1, 2023	\$ 25,194,088
Additions	1,625,921
Reductions	<u>(1,850,895)</u>
Balance, June 30, 2024	<u>\$ 24,969,114</u>
Balance Due Within One Year	<u>\$ 2,550,603</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities - Other, June 30, 2024	\$ 24,969,114
Less: Balance Due Within One Year - Other	<u>(2,550,603)</u>
Other Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 22,418,511</u>

This obligation will be paid from the employing funds, primarily the General Purpose School, School Federal Projects, and Central Cafeteria funds.

H. Pledges of Receivables and Future Revenues

In 2003, the Claiborne County Commission voted to levy a motor vehicle privilege tax. The county pledged the tax revenues for jail construction and ADA required renovations to the courthouse.

Proceeds of the tax are placed in the General Debt Service Fund and are currently being expended to retire principal and interest on debt associated with the construction of the judicial complex. During the year, revenues generated by the wheel tax totaled \$727,650, and principal and interest expenditures funded by the wheel tax totaled \$695,500. Since its inception, wheel tax revenues for jail debt totals \$14,040,417 and expenditures for jail debt totals \$13,492,132.

In 2017, the county commission voted to levy an additional motor vehicle privilege tax. The county pledged the tax revenues for paving roads and the purchase of highway equipment.

Proceeds of the additional vehicle privilege tax are placed in the Highway Capital Projects Fund and are currently being expended to fund highway paving projects and purchases of highway equipment. During the year, revenues generated by the wheel tax totaled \$727,650 and expenditures of the Highway Capital Projects Fund for paving roads and equipment purchases totaled \$721,017. Since its inception, wheel tax revenues for paving roads and the purchase of highway equipment totals \$6,089,503 and expenditures for paving roads and equipment purchases totals \$5,749,019.

I. Internal Financing

In-lieu of issuing debt with financial institutions, Claiborne County chose to internally finance tax and revenue anticipation notes with idle funds from the General Debt Service Fund. The notes were necessary because funds were not available to meet obligations coming due before current tax and other revenue collections. Internal financing activity for the year ended June 30, 2024, was as follows:

	Balance 7-1-23	Issued	Paid	Balance 6-30-24
Tax and Revenue Anticipation				
Notes - General Fund	\$ 0	\$ 1,000,000	\$ (1,000,000)	\$ 0

V. OTHER INFORMATION

A. Risk Management

Primary Government

It is the policy of the county to purchase commercial insurance for the risks of losses to which it is exposed. These risks include general liability, property, casualty, workers' compensation, employee health and accident, and environmental. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. Retirees are not permitted to remain on the county's health insurance program.

Discretely Presented Claiborne County School Department

The school department has chosen to establish the Employee Health Insurance Fund for risks associated with the employees' health insurance plan. The Employee Health Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. Certified employees are covered under one plan, while non-certified employees can choose between two plans. The school department purchased an excess risk insurance coverage policy during the year. The policy covered claims exceeding \$150,000 per claimant. During the fiscal year, the school department had an excess risk policy that stated the amount covered for all claims in a single year as \$8,929,451. All three plans are covered by the excess risk policy. The stop loss policy has a maximum reimbursement of \$1,000,000 per claim year.

All full-time certified employees and certain other employees of the Claiborne County School Department are eligible to participate. A premium charge is allocated to each fund that accounts for covered employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. That reserve was \$1,906,602 on June 30, 2024, and is reported as net position of the Employee Health Insurance Fund. Liabilities of the fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. The Employee Health Insurance Fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute

claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

	Beginning of Fiscal Year Liability	Current Year Claims and Estimates	Payments	Balance at Fiscal Year-end
2022-2023	\$ 652,294	\$ 5,914,313	\$ (5,787,453)	\$ 779,154
2023-2024	779,154	5,543,090	(5,504,676)	817,568

Current year claims and estimates are presented net of credits for stop/loss recoveries (\$311,384) and contracted prescription drug rebates (\$1,058,698) for the 2023-2024 year.

The school department continues to carry commercial insurance for all other risks of loss, including general liability, property, casualty, and workers' compensation. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past several fiscal years.

B. Accounting Change

GASB Statement No. 100, *Accounting Changes and Error Corrections*, became effective for the fiscal year ending June 30, 2024. This statement clarifies the financial accounting and reporting requirements for changes in accounting principles, changes in accounting estimates, error corrections, and changes within the reporting entity.

C. Contingent Liabilities

The county has received various federal and state grants and other assistance for specific purposes that are subject to review and audit by grantor agencies. Such audits could result in reimbursements to the grantor agencies for expenditures disallowed under the terms of the grants. County management is not aware of any potential disallowances and believes that reimbursements, if any, would not be material.

The county is involved in several pending lawsuits. The county attorney estimates that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

D. Changes in Administration

On June 30, 2023, Bob Oakes left the position of Interim Director of Schools and was succeeded by Meredith Arnold who was appointed Director of Schools effective July 1, 2023.

Trustee, Alice Alexander, passed away on March 21, 2024. The county commission appointed Denise Alexander as Trustee on April 15, 2024.

E. Landfill Closure/Postclosure Care Costs

Claiborne County has an active permit on file with the state Department of Environment and Conservation for a sanitary landfill. The county has provided financial assurances for

estimated closure and postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Claiborne County closed its sanitary landfill in 1998. The \$373,705 reported as postclosure care liability on June 30, 2024, represents amounts based on what it would cost to perform all postclosure care in 2024. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

F. Joint Venture

The Eighth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Eighth Judicial District; Scott, Campbell, Fentress, Claiborne, and Union counties; and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by the board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within the judicial district. Claiborne County made no contributions to the DTF for the year ended June 30, 2024, and does not have an equity interest in the joint venture. Complete financial statements for the DTF can be obtained from its administrative office at the following address:

Administrative Office:

Office of District Attorney General
Eighth Judicial District Drug Task Force
P.O. Box 10
Huntsville, TN 37756

G. Jointly Governed Organization

The East Tennessee Regional Agribusiness Marketing Authority was established through Title 64, *Tennessee Code Annotated (TCA)*, and includes the counties of Claiborne, Cocke, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Sullivan, Unicoi, and Washington. The purpose of the authority is to establish and operate a market for agricultural products of the region through a food distribution center. The authority is governed by a board of directors consisting of the county mayors of each county or the county mayor's designee and one nonvoting member representing each of the following: the Tennessee Department of Agriculture and the University of Tennessee's Agriculture Extension Service. An executive committee, consisting of the chairman, vice chairman, secretary, and treasurer of the board of directors, along with the center's manager as an ex officio member, oversees the daily operation of the center.

H. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Claiborne County and non-certified employees of the discretely presented Claiborne County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 59.9 percent, the non-certified employees of the discretely presented school department comprise 40.1 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available to vested members at age 55. Members vest with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2023, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	478
Inactive Employees Entitled to But Not Yet Receiving Benefits	1,118
Active Employees	523
<hr/> Total	<hr/> <u>2,119</u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Claiborne County makes employer contributions at

the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contribution for Claiborne County were \$837,154 based on a rate of 5.86 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Claiborne County's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Claiborne County's net pension liability (asset) was measured as of June 30, 2023, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	6.75%, Net of Pension Plan Investment Expenses, Including Inflation

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2023, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity	4.88 %	31 %
Developed Market		
International Equity	5.37	14
Emerging Market		
International Equity	6.09	4
Private Equity and		
Strategic Lending	6.57	20
U.S. Fixed Income	1.20	20
Real Estate	4.38	10
Short-term Securities	0.00	1
 Total	 <hr/>	 <hr/>
		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 6.75 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Claiborne County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)			Net
	Total Pension Liability	Plan Fiduciary Net Position	Pension Liability (Asset)	(a)-(b)
	(a)	(b)		
Balance, July 1, 2022	\$ 58,852,685	\$ 58,554,047	\$ 298,638	
Changes for the Year:				
Service Cost	\$ 1,181,798	\$ 0	\$ 1,181,798	
Interest	3,937,262	0	3,937,262	
Differences Between Expected and Actual Experience	(1,297,486)	0	(1,297,486)	
Contributions-Employer	0	789,353	(789,353)	
Contributions-Employees	0	673,487	(673,487)	
Net Investment Income	0	3,868,404	(3,868,404)	
Benefit Payments, Including Refunds of Employee Contributions	(3,409,364)	(3,409,364)	0	
Administrative Expense	0	(62,516)	62,516	
Net Changes	\$ 412,210	\$ 1,859,364	\$ (1,447,154)	
Balance, June 30, 2023	\$ 59,264,895	\$ 60,413,411	\$ (1,148,516)	

Allocation of Agent Plan Changes in the Net Pension Liability (Asset)

		Plan	Net
	Total Pension Liability	Fiduciary Net Position	Pension Liability (Asset)
Primary Government	59.9%	\$ 35,499,672	\$ 36,187,633
School Department	40.1%	23,765,223	24,225,778
Total		\$ 59,264,895	\$ 60,413,411
			\$ (1,148,516)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Claiborne County calculated using the discount rate of 6.75 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75 percent) or one percentage point higher (7.75 percent) than the current rate:

	1%	Current	1%
	Decrease	Discount Rate	Increase
Claiborne County	5.75%	6.75%	7.75%

Net Pension Liability (Asset) \$ 5,666,885 \$ (1,148,516) \$ (6,856,199)

Pension Expense (Negative Pension Expense) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, Claiborne County recognized pension expense (negative pension expense) of \$1,115,592.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, Claiborne County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 226,243	\$ 864,991
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	386,445	0
Changes in Assumptions	1,187,745	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	837,154	N/A
Total	\$ 2,637,587	\$ 864,991

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2023,” will be recognized as a reduction (increase) to net pension liability (asset) in the subsequent fiscal period.

**Allocation of Agent Plan Deferred Outflows of Resources and
Deferred Inflows of Resources**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 1,574,420	\$ 518,130
School Department	<u>1,063,167</u>	<u>346,861</u>
Total	<u><u>\$ 2,637,587</u></u>	<u><u>\$ 864,991</u></u>

Amounts reported as deferred outflows of resources, with the exception of contributions subsequent to the measurement date, and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending <u>June 30</u>	Amount
2025	\$ 529,664
2026	(913,665)
2027	1,316,207
2028	3,238
2029	0
Thereafter	0

In the table shown above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

Discretely Presented Claiborne County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Claiborne County and non-certified employees of the discretely presented Claiborne County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 59.9 percent and the non-certified employees of the discretely presented school department comprise 40.1 percent of the plan based on contribution data.

Discretely Presented Claiborne County School Department - Certified Employees – Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Claiborne County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits are available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLAs, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an

actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2024, to the Teacher Retirement Plan were \$197,286 which is 2.95 percent of covered payroll. In addition, employer contributions of \$66,117, which is 1.05 percent of covered payroll, were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense (Negative Pension Expense), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liabilities (Assets). On June 30, 2024, the school department reported a liability (asset) of (\$117,899) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2023, the school department's proportion was .278041 percent. The proportion as of June 30, 2022, was .300529 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense of \$149,642.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 3,971	\$ 68,815
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	29,975	0
Changes in Assumptions	88,700	0
Changes in Proportion of Net Pension Liability (Asset)	29,728	36,858
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	<u>197,286</u>	N/A
 Total	 <u>\$ 349,660</u>	 <u>\$ 105,673</u>

The school department's employer contributions of \$197,286, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2025	\$ (118)
2026	(4,481)
2027	41,760
2028	2,556
2029	2,739
Thereafter	4,244

In the table above, positive amounts will increase pension expense, while negative amounts will decrease pension expense.

Actuarial Assumptions. The total pension liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	6.75%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.125%

Mortality rates are based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2023, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity	4.88	% 31 %
Developed Market		
International Equity	5.37	14
Emerging Market		
International Equity	6.09	4
Private Equity and		
Strategic Lending	6.57	20
U.S. Fixed Income	1.20	20
Real Estate	4.38	10
Short-term Securities	0.00	1
 Total	 100	 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 6.75 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75 percent) or one percentage point higher (7.75 percent) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 542,329	\$ (117,899)	\$ (593,209)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

Discretely Presented Claiborne County School Department - Certified Employees – Teacher Legacy Pension Plan

General Information About the Pension Plan

Plan Description. Teachers of the Claiborne County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by LEAs after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state

government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits are available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Claiborne County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$973,445, which is 6.81 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense (Negative Pension Expense), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liability (Assets). On June 30, 2024, the school department reported a liability (asset) of (\$5,349,538) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's long-term share of contributions to the pension plan relative to the contributions of all participating

LEAs. At the measurement date of June 30, 2023, the school department's proportion was .453745 percent. The proportion measured on June 30, 2022, was .493924 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$1,472,511.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,274,532	\$ 248,254
Changes in Assumptions	1,743,026	0
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	928,172	0
Changes in Proportion of Net Pension Liability (Asset)	650,323	256,012
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	<u>973,445</u>	N/A
 Total	 <u>\$ 5,569,498</u>	 <u>\$ 504,266</u>

The school department's employer contributions of \$973,445 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2025	\$ 1,384,048
2026	(667,217)
2027	3,367,686
2028	7,271
2029	0
Thereafter	0

In the table above, positive amounts will increase pension expense, while negative amounts will decrease pension expense.

Actuarial Assumptions. The total pension liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	6.75%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.125%

Mortality rates are based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2023, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity	4.88 %	31 %
Developed Market		
International Equity	5.37	14
Emerging Market		
International Equity	6.09	4
Private Equity and		
Strategic Lending	6.57	20
U.S. Fixed Income	1.20	20
Real Estate	4.38	10
Short-term Securities	0.00	1
 Total	 <hr/>	 <hr/>
	100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 6.75 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75 percent) or one percentage point higher (7.75 percent) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset) \$ 11,651,667 \$ (5,349,538) \$ (19,489,747)			

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

2. Deferred Compensation

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$332,134 and teachers contributed \$178,640 to this deferred compensation pension plan.

I. Other Postemployment Benefits (OPEB)

Claiborne County primary government does not offer other postemployment benefits to its retirees.

Discretely Presented Claiborne County School Department

Plan Description. Claiborne County School Department provides self-insured postemployment benefits for health care and commercial postemployment benefits for life insurance for its retirees and their eligible dependents. This plan is administered by Shafer Insurance. For reporting purposes, the plan is considered to be a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

The Board of Education is a member of the Tennessee School Board Association (TSBA) OPEB Trust. The TSBA OPEB Trust was established to manage investment of funds contributed by member employers to fund their OPEB liability. As of June 30, 2024, the Claiborne County Board of Education has not placed any funds with TSBA OPEB Trust.

Benefits Provided. All retirees must be at least 55 years old and have 20 years of service to qualify for benefits. Non-certified employees are not eligible to continue the medical plan after retirement. Eligible non-certified employees may continue their life insurance by paying the full premium amount. For pre-65 certified retirees, the school department pays 100 percent of the premium for single coverage medical benefits for retirees with 30 or more years of service. The school department pays a pro-rated amount (based on years of service) of the cost of single medical coverage for retirees with 20 to 29 years of service until age 65.

The retiree pays 100 percent of the difference between the premiums of single and family medical coverage. The school department pays 100 percent of the premiums to provide \$30,000 of life insurance for eligible pre-65 retirees.

For post-65 retirees electing supplemental Medicare coverage, the retirees pay from \$150 per month to \$245 per month depending on coverage selected. Surviving spouses pay \$245 to \$291 per month for the supplemental coverage. Post-65 retirees pay 100 percent of any life insurance coverage.

Employees Covered by Benefit Terms. As of July 1, 2022, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	208
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	358
<hr/> Total	566

Management does not believe the differences in census data between the valuation date and the measurement date is material.

Total OPEB Liability

The plan's total OPEB liability of \$24,969,114 was measured as of June 30, 2024, and was determined by an actuarial valuation as of July 1, 2022, that was rolled forward to the measurement date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age
Discount Rate	3.93%
Healthcare Cost Trend Rates	6% initially decreasing to 5% by 2025
Salary Increases	3% annually
Retirees share of Benefit-related Cost	See discussion under Benefits Provided

The discount rate was based on the Bond Buyer's 20 Bond Index as of June 30, 2024.

The mortality assumption is based on PUB-2010 Teacher's headcount-weighted fully generational table with projection scale MP-2021.

The actuarial assumptions used in the valuation were based on plan data and costs presented by the county with concurrence by the actuary.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance July 1, 2023	<u>\$ 25,194,088</u>
Changes for the Year:	
Service Cost	\$ 693,588
Interest	932,333
Changes in Assumption and Other Inputs	(1,156,068)
Benefit Payments	(694,827)
Net Changes	<u>\$ (224,974)</u>
Balance June 30, 2024	<u>\$ 24,969,114</u>

The discount rate changed from 3.65 percent as of the beginning of the measurement period to 3.93 percent as of the measurement date of June 30, 2024.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department recognized OPEB expense of \$2,250,603. On June 30, 2024, the school department reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 3,319,376	\$ 3,031,427
Changes of Assumptions/Inputs	<u>720,617</u>	<u>7,451,544</u>
Total	<u><u>\$ 4,039,993</u></u>	<u><u>\$ 10,482,971</u></u>

Amounts reported as deferred outflows and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30	Amount
2025	\$ (634,600)
2026	(1,354,949)
2027	(1,354,949)
2028	(1,354,949)
2029	(1,354,949)
Thereafter	(388,582)

In the table shown above, positive amounts will increase OPEB expense while negative amounts will decrease OPEB expense.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the school department calculated using the current discount rate, as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

<u>Discount Rate</u>		Current	
	1%	Discount	1%
	Decrease	Rate	Increase
	2.93%	3.93%	4.93%
Total OPEB Liability	\$ 29,476,713	\$ 24,969,114	\$ 21,400,946

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the total OPEB liability of the school department calculated using the current healthcare cost trend rate as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower or one percentage point higher than the current rate:

<u>Healthcare Cost Trend Rate</u>		Current	
	1%	Trend	1%
	Decrease	Rate	Increase
	5%	6%	7%
	Decreasing	Decreasing	Decreasing
	to 4%	to 5%	to 6%

Total OPEB Liability	\$ 21,422,105	\$ 24,969,114	\$ 29,643,517
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J. Office of Central Accounting, Budgeting, and Purchasing

Claiborne County operates under the provisions of the County Financial Management System of 1981. This act provides for a central system of accounting, budgeting, and purchasing for all county departments. The act also provides for the creation of a finance department operated under the direction of the finance director.

K. Purchasing Law

The County Financial Management System of 1981 provides for the finance director or a deputy appointed by him to serve as the county purchasing agent. The finance director serves as the purchasing agent for Claiborne County. All purchase orders are issued by the finance department. Purchases exceeding \$15,000 are required to be competitively bid.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

CLAIBORNE COUNTY, TENNESSEE**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employee Pension Plan of TCRS**

Primary Government

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 1,439,339	\$ 714,275	\$ 744,708	\$ 875,275	\$ 920,613	\$ 911,774	\$ 937,369	\$ 947,156	\$ 1,076,960	\$ 1,181,798
Interest	3,355,422	3,275,640	3,336,404	3,375,465	3,430,372	3,478,694	3,568,506	3,642,495	3,803,922	3,937,262
Differences Between Actual and Expected Experience	(1,736,936)	(154,148)	(652,386)	(564,586)	(475,984)	215,274	(72,360)	86,506	409,236	(1,297,486)
Changes in Assumptions	0	0	0	1,618,598	0	0	0	4,750,980	0	0
Benefit Payments, Including Refunds of Employee Contributions	(3,678,157)	(3,114,892)	(2,997,136)	(3,079,830)	(3,001,799)	(3,397,490)	(3,387,602)	(3,457,945)	(3,429,749)	(3,409,364)
Net Change in Total Pension Liability	\$ (620,332)	\$ 720,875	\$ 431,590	\$ 2,224,922	\$ 873,202	\$ 1,208,252	\$ 1,045,913	\$ 5,969,192	\$ 1,860,369	\$ 412,210
Total Pension Liability, Beginning	\$ 45,138,702	\$ 44,518,370	\$ 45,239,245	\$ 45,670,835	\$ 45,670,835	\$ 47,895,757	\$ 48,768,959	\$ 49,977,211	\$ 51,023,124	\$ 56,992,316
Total Pension Liability, Ending (a)	\$ 44,518,370	\$ 45,239,245	\$ 45,670,835	\$ 47,895,757	\$ 48,768,959	\$ 49,977,211	\$ 51,023,124	\$ 56,992,316	\$ 58,852,685	\$ 59,264,895
Plan Fiduciary Net Position										
Contributions - Employer	\$ 913,895	\$ 507,315	\$ 577,354	\$ 621,480	\$ 613,930	\$ 637,017	\$ 433,985	\$ 463,315	\$ 494,518	\$ 789,353
Contributions - Employee	857,440	457,428	541,088	564,884	563,291	577,189	594,506	634,684	692,791	673,487
Net Investment Income	6,829,354	1,416,525	1,203,284	5,058,415	3,966,624	3,700,742	2,533,832	13,211,374	(2,374,763)	3,868,404
Benefit Payments, Including Refunds of Employee Contributions	(3,678,157)	(3,114,892)	(2,997,136)	(3,079,830)	(3,001,799)	(3,397,490)	(3,387,602)	(3,457,945)	(3,429,749)	(3,409,364)
Administrative Expense	(25,669)	(23,931)	(40,988)	(45,829)	(50,217)	(47,064)	(45,838)	(45,446)	(50,482)	(62,516)
Other	0	0	7,695	0	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 4,896,863	\$ (757,555)	\$ (708,703)	\$ 3,119,120	\$ 2,091,829	\$ 1,470,394	\$ 128,883	\$ 10,805,982	\$ (4,667,685)	\$ 1,859,364
Plan Fiduciary Net Position, Beginning	\$ 42,174,919	\$ 47,071,782	\$ 46,314,227	\$ 45,605,524	\$ 48,724,644	\$ 50,816,473	\$ 52,286,867	\$ 52,415,750	\$ 63,221,732	\$ 58,554,047
Plan Fiduciary Net Position, Ending (b)	\$ 47,071,782	\$ 46,314,227	\$ 45,605,524	\$ 48,724,644	\$ 50,816,473	\$ 52,286,867	\$ 52,415,750	\$ 63,221,732	\$ 58,554,047	\$ 60,413,411
Net Pension Liability (Asset), Ending (a - b)	\$ (2,553,412)	\$ (1,074,982)	\$ 65,311	\$ (828,887)	\$ (2,047,514)	\$ (2,309,656)	\$ (1,392,626)	\$ (6,229,416)	\$ 298,638	\$ (1,148,516)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	105.74%	102.38%	99.86%	101.73%	104.20%	104.62%	102.73%	110.93%	99.49%	101.94%
Covered Payroll	\$ 16,892,704	\$ 9,190,482	\$ 10,459,286	\$ 11,264,351	\$ 11,121,892	\$ 11,540,170	\$ 11,889,984	\$ 12,693,532	\$ 13,548,395	\$ 13,471,086
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(15.12)%	(11.7)%	0.62%	(7.36)%	(18.41)%	(20.01)%	(11.71)%	(49.08)%	2.20%	(8.53)%

Note: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government and non-certified employees of the discretely presented school department.

Exhibit E-2

CLAIBORNE COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Public

Employee Pension Plan of TCRS

Primary Government

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 507,315	\$ 577,354	\$ 621,480	\$ 613,930	\$ 637,017	\$ 433,985	\$ 463,315	\$ 494,518	\$ 789,353	\$ 837,154
Less: Contributions in Relation to the Actuarially Determined Contribution	(507,315)	(577,354)	(621,480)	(613,930)	(637,017)	(433,985)	(463,315)	(494,518)	(789,353)	(837,154)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Covered Payroll	\$ 9,190,482	\$ 10,459,286	\$ 11,264,351	\$ 11,121,892	\$ 11,540,170	\$ 11,889,984	\$ 12,693,532	\$ 13,548,395	\$ 13,471,086	\$ 14,285,910
Contributions as a Percentage of Covered Payroll	5.52%	5.52%	5.52%	5.52%	5.52%	3.65%	3.65%	3.65%	5.86%	5.86%

Note: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government and non-certified employees of the discretely presented school department.

CRAIBORNE COUNTY, TENNESSEE**Schedule of Contributions Based on Participation in the Teacher****Retirement Plan of TCRS**

Discretely Presented Claiborne County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 29,816	\$ 63,261	\$ 78,620	\$ 90,147	\$ 46,878	\$ 61,129	\$ 71,517	\$ 103,156	\$ 158,721	\$ 197,286
Less: Contributions in Relation to the Contractually Required Contribution	(29,816)	(63,261)	(78,620)	(90,147)	(46,878)	(61,129)	(71,517)	(103,156)	(158,721)	(197,286)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 745,396	\$ 1,581,516	\$ 1,965,490	\$ 2,253,684	\$ 2,416,378	\$ 3,011,256	\$ 3,540,426	\$ 5,132,115	\$ 5,528,553	\$ 6,687,637
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%

Note: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually required contribution into the Pension Stabilization Reserve Trust (SRT).

2019: Pension - 1.94%, SRT - 2.02%

2020: Pension - 2.03%, SRT - 1.97%

2021: Pension - 2.02%, SRT - 1.98%

2022: Pension - 2.01%, SRT - 1.99%

2023: Pension - 2.87%, SRT - 1.13%

2024: Pension - 2.95%, SRT - 1.05%

CLAIBORNE COUNTY, TENNESSEE**Schedule of Contributions Based on Participation in the Teacher****Legacy Pension Plan of TCRS**

Discretely Presented Claiborne County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 1,596,791	\$ 1,588,945	\$ 1,564,008	\$ 1,552,517	\$ 1,724,199	\$ 1,734,623	\$ 1,562,223	\$ 1,674,237	\$ 1,279,537	\$ 973,445
Less: Contributions in Relation to the Contractually Required Contribution	(1,596,791)	(1,588,945)	(1,564,008)	(1,552,517)	(1,724,199)	(1,734,623)	(1,562,223)	(1,674,237)	(1,279,537)	(973,445)
Contribution Deficiency (Excess)	\$ 0	0								
Covered Payroll	\$ 17,663,641	\$ 17,576,842	\$ 17,300,987	\$ 17,098,198	\$ 16,483,740	\$ 16,315,072	\$ 15,183,440	\$ 16,254,721	\$ 14,724,242	\$ 14,294,345
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.29%	10.30%	8.69%	6.81%

CLAIBORNE COUNTY, TENNESSEE**Schedule of Proportionate Share of the Net Pension Liability (Asset)****in the Teacher Retirement Plan of TCRS**

Discretely Presented Claiborne County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.358755%	0.359434%	0.299465%	0.257894%	0.228350%	0.238626%	0.245315%	0.300529%	0.278041%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (14,433)	\$ (37,418)	\$ (79,007)	\$ (116,962)	\$ (128,900)	\$ (135,693)	\$ (265,728)	\$ (91,038)	\$ (117,899)
Covered Payroll	\$ 745,396	\$ 1,581,516	\$ 1,965,490	\$ 2,253,684	\$ 2,416,378	\$ 3,011,256	\$ 3,540,426	\$ 5,132,115	\$ 5,528,553
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%	(2.13)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%

Note: Ten years of data will be presented when available.

Exhibit E-6

CLAIBORNE COUNTY, TENNESSEE

Schedule of Proportionate Share of the Net Pension Liability (Asset)

in the Teacher Legacy Pension Plan of TCRS

Discretely Presented Claiborne County School Department

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.472187%	0.471847%	0.486920%	0.489426%	0.488287%	0.491591%	0.490292%	0.463459%	0.493924%	0.453745%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (76,728)	\$ 193,285	\$ 3,042,979	\$ (160,133)	\$ (1,718,239)	\$ (5,054,437)	\$ (3,738,838)	\$ (19,990,105)	\$ (6,057,509)	\$ (5,349,538)
Covered Payroll	\$ 18,533,289	\$ 17,663,641	\$ 17,576,842	\$ 17,300,987	\$ 17,098,198	\$ 16,483,740	\$ 16,315,072	\$ 15,183,440	\$ 16,254,721	\$ 14,724,242
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.93)%	(10.05)%	(30.66)%	(22.92)%	(131.66)%	(37.27)%	(36.33)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%	104.11%

Exhibit E-7

CLAIBORNE COUNTY, TENNESSEE

Schedule of Changes in the Total OPEB Liability and Related Ratios - Self-Insured Plan

Discretely Presented Claiborne County School Department

For the Fiscal Year Ended June 30

	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability							
Service Cost	\$ 442,055	\$ 583,968	\$ 518,144	\$ 791,622	\$ 824,414	\$ 699,818	\$ 693,588
Interest	627,742	849,494	920,765	544,103	553,176	889,542	932,333
Differences Between Actual and Expected Experience	(13,035)	(236,157)	(2,733)	(5,345,027)	0	4,263,050	0
Changes in Assumptions or Other Inputs	0	4,846,675	7,271,722	(4,425,307)	(5,509,930)	(291,223)	(1,156,068)
Benefit Payments	(854,730)	(662,916)	(727,603)	(609,145)	(605,373)	(716,041)	(694,827)
Net Change in Total OPEB Liability	\$ 202,032	\$ 5,381,064	\$ 7,980,295	\$ (9,043,754)	\$ (4,737,713)	\$ 4,845,146	\$ (224,974)
Total OPEB Liability, Beginning	20,567,018	20,769,050	26,150,114	34,130,409	25,086,655	20,348,942	25,194,088
Total OPEB Liability, Ending	<u>\$ 20,769,050</u>	<u>\$ 26,150,114</u>	<u>\$ 34,130,409</u>	<u>\$ 25,086,655</u>	<u>\$ 20,348,942</u>	<u>\$ 25,194,088</u>	<u>\$ 24,969,114</u>
Covered Employee Payroll	\$ 19,047,813	\$ 17,143,623	\$ 17,572,214	\$ 17,244,653	\$ 17,675,769	\$ 19,365,764	\$ 19,849,908
Net OPEB Liability as a Percentage of Covered Employee Payroll	109.04%	152.54%	194.23%	145.47%	115.12%	130.10%	125.79%

Note 1: Ten years of data will be presented when available.

Note 2: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Note 3: Changes in assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2018 - 3.05%
 2019 - 3.50%
 2020 - 2.21%
 2021 - 2.16%
 2022 - 3.54%
 2023 - 3.65%
 2024 - 3.93%

CLAIBORNE COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2024

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2024 were calculated based on the June 30, 2022, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization	
Period	Varies by Year
Asset Valuation	10-Year Smoothed Within a 20% Corridor to Market Value
Inflation	2.25%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, averaging 4%
Investment Rate of Return	6.75%, Net of Investment Expense, Including Inflation
Retirement Age	Pattern of Retirement Determined by Experience Study
Mortality	Customized Table Based on Actual Experience Including an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	2.125%

Changes of assumptions. In 2021, the following assumptions were changed: decreased inflation rate from 2.5 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4 percent; and modified mortality assumptions.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

Drug Control Fund – The Drug Control Fund is used to account for revenues received from drug-related fines, forfeitures, and seizures.

Other Special Revenue Fund – The Other Special Revenue Fund accounts for the proceeds from the sale and lease of assets of the Claiborne County Hospital and Nursing Home.

Constitutional Officers - Fees Fund – The Constitutional Officers - Fees Fund is used to account for operating expenses paid directly from the fee and commission accounts of the trustee, clerks, register of deeds, and sheriff.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

General Capital Projects Fund – The General Capital Projects Fund is used to account for general capital expenditures of the county.

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for major paving projects and the purchase of some equipment for the highway department.

CLAIBORNE COUNTY, TENNESSEE
Combining Balance Sheet
 Nonmajor Governmental Funds
June 30, 2024

	Special Revenue Funds			Capital Projects Funds
	Drug Control	Constitu -	tional	General Capital Projects
		Officers -	Fees	
ASSETS				
Cash	\$ 0	\$ 244,943	\$ 244,943	\$ 0
Equity in Pooled Cash and Investments	45,123	0	45,123	382
Accounts Receivable	0	77,917	77,917	0
Property Taxes Receivable	0	0	0	0
Allowance for Uncollectible Property Taxes	0	0	0	0
Total Assets	\$ 45,123	\$ 322,860	\$ 367,983	\$ 382
LIABILITIES				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0
Due to Other Funds	0	190,088	190,088	0
Total Liabilities	\$ 0	\$ 190,088	\$ 190,088	\$ 0
DEFERRED INFLOWS OF RESOURCES				
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	0	0	0
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 0	\$ 0
FUND BALANCES				
Restricted:				
Restricted for Finance	\$ 0	\$ 132,772	\$ 132,772	\$ 0

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

Special Revenue Funds				Capital Projects Funds
Drug Control	Constitu - tional Officers - Fees	Total	General Capital Projects	

FUND BALANCES (Cont.)

Restricted (Cont.):

Restricted for Public Safety	\$ 45,123	\$ 0	\$ 45,123	\$ 0
Restricted for Capital Projects	0	0	0	382
Total Fund Balances	<u>\$ 45,123</u>	<u>\$ 132,772</u>	<u>\$ 177,895</u>	<u>\$ 382</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 45,123</u>	<u>\$ 322,860</u>	<u>\$ 367,983</u>	<u>\$ 382</u>

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Combining Balance Sheet
 Nonmajor Governmental Funds (Cont.)

Capital Projects Funds (Cont.)			
	Highway Capital Projects	Total	Nonmajor Governmental Funds
ASSETS			
Cash	\$ 0	\$ 0	\$ 244,943
Equity in Pooled Cash and Investments	784,269	784,651	829,774
Accounts Receivable	0	0	77,917
Property Taxes Receivable	118,140	118,140	118,140
Allowance for Uncollectible Property Taxes	(2,420)	(2,420)	(2,420)
Total Assets	\$ 899,989	\$ 900,371	\$ 1,268,354
LIABILITIES			
Accounts Payable	\$ 20,706	\$ 20,706	\$ 20,706
Due to Other Funds	0	0	190,088
Total Liabilities	\$ 20,706	\$ 20,706	\$ 210,794
DEFERRED INFLOWS OF RESOURCES			
Deferred Current Property Taxes	\$ 110,874	\$ 110,874	\$ 110,874
Deferred Delinquent Property Taxes	4,652	4,652	4,652
Total Deferred Inflows of Resources	\$ 115,526	\$ 115,526	\$ 115,526
FUND BALANCES			
Restricted:			
Restricted for Finance	\$ 0	\$ 0	\$ 132,772

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

FUND BALANCES (Cont.)

Restricted (Cont.):

Restricted for Public Safety

Restricted for Capital Projects

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

Capital Projects Funds (Cont.)

				Total
	Highway			Nonmajor
	Capital			Governmental
	Projects		Total	Funds
Restricted (Cont.):				
Restricted for Public Safety	\$ 0	\$ 0	\$ 45,123	
Restricted for Capital Projects	\$ 763,757	\$ 764,139	\$ 764,139	
Total Fund Balances	\$ 763,757	\$ 764,139	\$ 942,034	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 899,989	\$ 900,371	\$ 1,268,354	

Exhibit F-2

CLAIBORNE COUNTY, TENNESSEE
**Combining Statement of Revenues, Expenditures,
 and Changes in Fund Balances**
 Nonmajor Governmental Funds
For the Year Ended June 30, 2024

	Special Revenue Funds				Capital Projects Funds
	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees		General Capital Projects
		Total			
Revenues					
Local Taxes		\$ 0 \$	0 \$	0 \$	0 \$ 0
Fines, Forfeitures, and Penalties		5,737	0	0	5,737 0
Charges for Current Services		0	0	534,237	534,237 0
Other Local Revenues		0	860	0	860 0
Total Revenues		<u>\$ 5,737 \$</u>	<u>860 \$</u>	<u>534,237 \$</u>	<u>540,834 \$ 0</u>
Expenditures					
Current:					
Finance		\$ 0 \$	0 \$	467,838 \$	467,838 \$ 0
Administration of Justice		0	0	20,208	20,208 0
Public Safety		10,547	0	0	10,547 0
Public Health and Welfare		0	180,906	0	180,906 0
Capital Projects		0	0	0	0 0
Total Expenditures		<u>\$ 10,547 \$</u>	<u>180,906 \$</u>	<u>488,046 \$</u>	<u>679,499 \$ 0</u>
Excess (Deficiency) of Revenues Over Expenditures		<u>\$ (4,810) \$</u>	<u>(180,046) \$</u>	<u>46,191 \$</u>	<u>(138,665) \$ 0</u>
Other Financing Sources (Uses)					
Transfers Out		\$ 0 \$	0 \$	0 \$	0 \$ 0
Total Other Financing Sources (Uses)		<u>\$ 0 \$</u>	<u>0 \$</u>	<u>0 \$</u>	<u>0 \$ 0</u>
Net Change in Fund Balances		\$ (4,810) \$	(180,046) \$	46,191 \$	(138,665) \$ 0
Fund Balance, July 1, 2023		49,933	180,046	86,581	316,560 382
Fund Balance, June 30, 2024		<u>\$ 45,123 \$</u>	<u>0 \$</u>	<u>132,772 \$</u>	<u>177,895 \$ 382</u>

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
 Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Funds (Cont.)</u>			Total
	Highway Capital Projects	Total	Nonmajor Governmental Funds	
Revenues				
Local Taxes	\$ 839,465	\$ 839,465	\$ 839,465	
Fines, Forfeitures, and Penalties	0	0	0	5,737
Charges for Current Services	0	0	0	534,237
Other Local Revenues	0	0	0	860
Total Revenues	\$ 839,465	\$ 839,465	\$ 839,465	\$ 1,380,299
Expenditures				
Current:				
Finance	\$ 0	\$ 0	\$ 0	467,838
Administration of Justice	0	0	0	20,208
Public Safety	0	0	0	10,547
Public Health and Welfare	0	0	0	180,906
Capital Projects	721,017	721,017	721,017	
Total Expenditures	\$ 721,017	\$ 721,017	\$ 721,017	\$ 1,400,516
Excess (Deficiency) of Revenues Over Expenditures	\$ 118,448	\$ 118,448	\$ 118,448	\$ (20,217)
Other Financing Sources (Uses)				
Transfers Out	\$ (13,108)	\$ (13,108)	\$ (13,108)	\$ (13,108)
Total Other Financing Sources (Uses)	\$ (13,108)	\$ (13,108)	\$ (13,108)	\$ (13,108)
Net Change in Fund Balances	\$ 105,340	\$ 105,340	\$ 105,340	\$ (33,325)
Fund Balance, July 1, 2023	658,417	658,799	658,799	975,359
Fund Balance, June 30, 2024	\$ 763,757	\$ 764,139	\$ 764,139	\$ 942,034

CLAIBORNE COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2024

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Fines, Forfeitures, and Penalties	\$ 5,737	\$ 34,500	\$ 34,500	\$ (28,763)
Total Revenues	<u>\$ 5,737</u>	<u>\$ 34,500</u>	<u>\$ 34,500</u>	<u>\$ (28,763)</u>
Expenditures				
Public Safety				
Drug Enforcement	\$ 10,547	\$ 56,500	\$ 56,500	\$ 45,953
Total Expenditures	<u>\$ 10,547</u>	<u>\$ 56,500</u>	<u>\$ 56,500</u>	<u>\$ 45,953</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (4,810)</u>	<u>\$ (22,000)</u>	<u>\$ (22,000)</u>	<u>\$ 17,190</u>
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ (4,810)	\$ (22,000)	\$ (22,000)	\$ 17,190
	<u>49,933</u>	<u>49,933</u>	<u>49,933</u>	<u>0</u>
Fund Balance, June 30, 2024	<u><u>\$ 45,123</u></u>	<u><u>\$ 27,933</u></u>	<u><u>\$ 27,933</u></u>	<u><u>\$ 17,190</u></u>

CLAIBORNE COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Highway Capital Projects Fund
For the Year Ended June 30, 2024

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 839,465	\$ 824,520	\$ 824,520	\$ 14,945
Total Revenues	<u>\$ 839,465</u>	<u>\$ 824,520</u>	<u>\$ 824,520</u>	<u>\$ 14,945</u>
Expenditures				
Capital Projects				
Highway and Street Capital Projects	\$ 721,017	\$ 792,459	\$ 798,891	\$ 77,874
Total Expenditures	<u>\$ 721,017</u>	<u>\$ 792,459</u>	<u>\$ 798,891</u>	<u>\$ 77,874</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 118,448</u>	<u>\$ 32,061</u>	<u>\$ 25,629</u>	<u>\$ 92,819</u>
Other Financing Sources (Uses)				
Transfers Out	\$ (13,108)	\$ (19,541)	\$ (13,109)	1
Total Other Financing Sources	<u>\$ (13,108)</u>	<u>\$ (19,541)</u>	<u>\$ (13,109)</u>	<u>1</u>
Net Change in Fund Balance	\$ 105,340	\$ 12,520	\$ 12,520	\$ 92,820
Fund Balance, July 1, 2023	<u>658,417</u>	<u>658,326</u>	<u>658,326</u>	<u>91</u>
Fund Balance, June 30, 2024	<u><u>\$ 763,757</u></u>	<u><u>\$ 670,846</u></u>	<u><u>\$ 670,846</u></u>	<u><u>\$ 92,911</u></u>

MAJOR GOVERNMENTAL FUND

GENERAL DEBT SERVICE FUND

The General Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Exhibit G

CLAIBORNE COUNTY, TENNESSEE

Schedule of Revenues, Expenditures, and Changes

in Fund Balance - Actual and Budget

General Debt Service Fund

For the Year Ended June 30, 2024

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 962,983	\$ 949,793	\$ 949,793	\$ 13,190
Other Local Revenues	2,932,844	2,903,500	2,903,500	29,344
Total Revenues	\$ 3,895,827	\$ 3,853,293	\$ 3,853,293	\$ 42,534
Expenditures				
Principal on Debt				
General Government	\$ 840,000	\$ 840,000	\$ 840,000	\$ 0
Highways and Streets	84,266	17,253	84,266	0
Education	2,175,000	2,175,000	2,175,000	0
Interest on Debt				
General Government	100,415	103,743	101,743	1,328
Highways and Streets	2,160	2,288	4,043	1,883
Education	727,500	727,500	727,500	0
Other Debt Service				
General Government	8,466	7,050	9,482	1,016
Total Expenditures	\$ 3,937,807	\$ 3,872,834	\$ 3,942,034	\$ 4,227
Excess (Deficiency) of Revenues Over Expenditures	\$ (41,980)	\$ (19,541)	\$ (88,741)	\$ 46,761
Other Financing Sources (Uses)				
Transfers In	\$ 82,308	\$ 19,541	\$ 88,741	\$ (6,433)
Total Other Financing Sources	\$ 82,308	\$ 19,541	\$ 88,741	\$ (6,433)
Net Change in Fund Balance	\$ 40,328	\$ 0	\$ 0	\$ 40,328
Fund Balance, July 1, 2023	1,325,492	1,253,289	1,253,289	72,203
Fund Balance, June 30, 2024	\$ 1,365,820	\$ 1,253,289	\$ 1,253,289	\$ 112,531

CUSTODIAL FUNDS

Custodial Funds are used to account for assets held by the county in a custodial capacity or as an agent for individuals, private organizations, and other governments. Custodial Funds are reported using the economic resources measurement focus and the accrual basis of accounting. Custodial fund reporting focuses on net position and changes in net position. Custodial funds are distinguished from trust funds by the absence of a trust agreement or equivalent arrangement.

Cities - Sales Tax Fund – The Cities - Sales Tax Fund is used to account for the second half of the sales tax revenues collected inside incorporated areas of the county. These revenues are received by the county from the state of Tennessee and forwarded to the various cities on a monthly basis.

Constitutional Officers - Custodial Fund – The Constitutional Officers - Custodial Fund is used to account for amounts collected in a custodial capacity by the county clerk; circuit, general sessions, and juvenile courts clerk; clerk and master; register of deeds; and sheriff. Such collections include amounts due the state, cities, litigants, heirs, and others.

District Attorney General Fund – The District Attorney General Fund is used to account for restricted revenue held for the benefit of the Office of the District Attorney General.

Work Release Program Fund – The Work Release Program Fund is used to account for amounts collected in a custodial capacity for the work release program.

Exhibit H-1

CLAIBORNE COUNTY, TENNESSEE

Combining Statement of Net Position

Custodial Funds

June 30, 2024

Custodial Funds					
	Constitu -				
Cities -	tional	District	Work	Release	
Sales	Officers -	Attorney	Release	Program	Total
Tax	Custodial	General			
ASSETS					
Cash	\$ 0	\$ 2,171,179	\$ 0	\$ 0	\$ 2,171,179
Equity in Pooled Cash and Investments	0	0	38,884	86,480	125,364
Due from Other Governments	509,378	0	0	0	509,378
Total Assets	\$ 509,378	\$ 2,171,179	\$ 38,884	\$ 86,480	\$ 2,805,921
LIABILITIES					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 1,611	\$ 1,611
Due to Other Taxing Units	509,378	0	0	0	509,378
Total Liabilities	\$ 509,378	\$ 0	\$ 0	\$ 1,611	\$ 510,989
NET POSITION					
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 2,171,179	\$ 38,884	\$ 84,869	\$ 2,294,932
Total Net Position	\$ 0	\$ 2,171,179	\$ 38,884	\$ 84,869	\$ 2,294,932

CLAIBORNE COUNTY, TENNESSEE
Combining Statement of Changes in Net Position
Custodial Funds
For the Year Ended June 30, 2024

	Custodial Funds					Total	
	Constitu -						
	Cities -	tional	District	Work			
	Sales	Officers -	Attorney	Release			
	Tax	Custodial	General	Program			
Additions							
Sales Tax Collections for Other Governments	\$ 2,935,187	\$ 0	\$ 0	\$ 0	\$ 2,935,187		
Fines/Fees and Other Collections	0	7,635,994	0	0	7,635,994		
District Attorney General Collections	0	0	13,377	0	13,377		
Work Release Collections	0	0	0	160,429	160,429		
Total Additions	\$ 2,935,187	\$ 7,635,994	\$ 13,377	\$ 160,429	\$ 10,744,987		
Deductions							
Payment of Sales Tax Collections for Other Governments	\$ 2,935,187	\$ 0	\$ 0	\$ 0	\$ 2,935,187		
Payments to State	0	5,942,486	0	0	5,942,486		
Payments to Individuals and Others	0	2,714,589	0	0	2,714,589		
Payments of District Attorney General Expenses	0	0	89,531	0	89,531		
Payments of Work Release Program Expenses	0	0	0	169,050	169,050		
Total Deductions	\$ 2,935,187	\$ 8,657,075	\$ 89,531	\$ 169,050	\$ 11,850,843		
Change in Net Position	\$ 0	\$ (1,021,081)	\$ (76,154)	\$ (8,621)	\$ (1,105,856)		
Net Position July 1, 2023	0	3,192,260	115,038	93,490	3,400,788		
Net Position June 30, 2024	\$ 0	\$ 2,171,179	\$ 38,884	\$ 84,869	\$ 2,294,932		

CLAIBORNE COUNTY SCHOOL DEPARTMENT

This section presents combining and individual fund financial statements for the Claiborne County School Department, a discretely presented component unit. The school department uses a General Fund, three Special Revenue Funds, and one Internal Service Fund.

General Purpose School Fund – The General Purpose School Fund is used to account for general operations of the school department.

School Federal Projects Fund – The School Federal Projects Fund is used to account for restricted federal revenues, which must be expended on specific education programs.

Central Cafeteria Fund – The Central Cafeteria Fund is used to account for the cafeteria operations in each of the schools.

Internal School Fund – The Internal School Fund is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities.

Employee Insurance Fund – The Employee Insurance Fund is used to account for transactions pertaining to the school department's self-insured group medical plan.

CLAIBORNE COUNTY, TENNESSEE**Statement of Activities**

Discretely Presented Claiborne County School Department

For the Year Ended June 30, 2024

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	
		Total	Governmental	Activities
Governmental Activities:				
Instruction	\$ 29,666,613	\$ 223,132	\$ 7,215,546	\$ (22,227,935)
Support Services	20,252,939	0	208,878	(20,044,061)
Operation of Non-instructional Services	7,803,765	2,174,192	6,466,057	836,484
Total Governmental Activities	<u>\$ 57,723,317</u>	<u>\$ 2,397,324</u>	<u>\$ 13,890,481</u>	<u>\$ (41,435,512)</u>
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 7,148,471
Local Option Sales Taxes				5,068,167
Other Taxes				19,495
Grants and Contributions Not Restricted for Specific Programs				33,113,501
Unrestricted Investment Income				208,351
Miscellaneous				401,804
Total General Revenues				<u>\$ 45,959,789</u>
Change in Net Position				\$ 4,524,277
Net Position, July 1, 2023				<u>\$ 28,438,229</u>
Net Position, June 30, 2024				<u>\$ 32,962,506</u>

CLAIBORNE COUNTY, TENNESSEE**Balance Sheet - Governmental Funds**

Discretely Presented Claiborne County School Department
June 30, 2024

	Major Funds					Nonmajor Fund		Total	
	General	School				Internal	Governmental Funds		
	Purpose	Federal	Central	Cafeteria	School				
ASSETS									
Cash	\$ 3,377,452	\$ 0	\$ 0	\$ 1,196,059	\$ 4,573,511				
Equity in Pooled Cash and Investments	6,127,276	687,898	7,334,652	0	14,149,826				
Accounts Receivable	343	0	14,864	2,409	17,616				
Due from Other Governments	2,405,015	362,102	1,611,366	0	4,378,483				
Property Taxes Receivable	6,825,037	0	0	0	6,825,037				
Allowance for Uncollectible Property Taxes	(140,457)	0	0	0	(140,457)				
Restricted Assets	477,480	0	0	0	477,480				
Total Assets	\$ 19,072,146	\$ 1,050,000	\$ 8,960,882	\$ 1,198,468	\$ 30,281,496				
LIABILITIES									
Accounts Payable	\$ 76,549	\$ 0	\$ 285,180	\$ 0	\$ 361,729				
Accrued Payroll	5,008	0	0	0	5,008				
Other Current Liabilities	3,364,755	0	0	0	3,364,755				
Total Liabilities	\$ 3,446,312	\$ 0	\$ 285,180	\$ 0	\$ 3,731,492				
DEFERRED INFLOWS OF RESOURCES									
Deferred Current Property Taxes	\$ 6,401,699	\$ 0	\$ 0	\$ 0	\$ 6,401,699				
Deferred Delinquent Property Taxes	271,564	0	0	0	271,564				
Other Deferred/Unavailable Revenue	445,246	0	0	0	445,246				
Total Deferred Inflows of Resources	\$ 7,118,509	\$ 0	\$ 0	\$ 0	\$ 7,118,509				

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Balance Sheet - Governmental Funds**

Discretely Presented Claiborne County School Department (Cont.)

	Major Funds					Nonmajor Fund	Total		
	General	School							
	Purpose	Federal	Central	Internal	Governmental				
SCHOOL									
FEDERAL									
CENTRAL									
INTERNAL									
GOVERNMENTAL									
FUNDS									
FUND BALANCES									
Restricted:									
Restricted for Education	\$ 81,681	\$ 0	\$ 8,675,702	\$ 1,198,468	\$ 9,955,851				
Restricted for Hybrid Retirement Stabilization Funds	477,480	0	0	0	477,480				
Committed:									
Committed for Education	0	1,050,000	0	0	1,050,000				
Assigned:									
Assigned for Education	1,389,405	0	0	0	1,389,405				
Assigned for Debt Service	565,104	0	0	0	565,104				
Unassigned	5,993,655	0	0	0	5,993,655				
Total Fund Balances	\$ 8,507,325	\$ 1,050,000	\$ 8,675,702	\$ 1,198,468	\$ 19,431,495				
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 19,072,146	\$ 1,050,000	\$ 8,960,882	\$ 1,198,468	\$ 30,281,496				

CLAIBORNE COUNTY, TENNESSEE**Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position**

Discretely Presented Claiborne County School Department

June 30, 2024

Amounts reported for governmental activities in the statement
of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$ 19,431,495
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,224,296	
Add: buildings and improvements net of accumulated depreciation	25,975,144	
Add: other capital assets net of accumulated depreciation	<u>3,166,734</u>	30,366,174
(2) Internal service funds are used by management to charge the cost of employee health insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		1,906,602
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		(24,969,114)
Less: other postemployment benefits liability		
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 6,982,325	
Less: deferred inflows of resources related to pensions	(956,800)	
Add: deferred outflows of resources related to OPEB	4,039,993	
Less: deferred inflows of resources related to OPEB	<u>(10,482,971)</u>	(417,453)
(5) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 460,555	
Add: net pension asset - teacher retirement plan	117,899	
Add: net pension asset - teacher legacy pension plan	<u>5,349,538</u>	5,927,992
(6) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		716,810
Net position of governmental activities (Exhibit A)		<u>\$ 32,962,506</u>

CLAIBORNE COUNTY, TENNESSEE**Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds**

Discretely Presented Claiborne County School Department
For the Year Ended June 30, 2024

	Major Funds					Nonmajor Fund
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total Governmental Funds	
	General School	General Projects	General Cafeteria	General Internal School	General Total Governmental Funds	
Revenues						
Local Taxes	\$ 12,155,516	\$ 0	\$ 0	\$ 0	\$ 12,155,516	
Licenses and Permits		2,162	0	0	0	2,162
Charges for Current Services		250,791	0	2,144,418	0	2,395,209
Other Local Revenues		576,040	0	29,561	1,955,635	2,561,236
State of Tennessee		33,644,204	0	26,168	0	33,670,372
Federal Government		569,099	7,032,769	3,254,411	0	10,856,279
Other Governments and Citizens Groups		512,250	0	0	0	512,250
Total Revenues	\$ 47,710,062	\$ 7,032,769	\$ 5,454,558	\$ 1,955,635	\$ 62,153,024	
Expenditures						
Current:						
Instruction	\$ 24,121,802	\$ 3,306,495	\$ 0	\$ 0	\$ 27,428,297	
Support Services		14,958,630	2,715,370	0	0	17,674,000
Operation of Non-Instructional Services		1,543,446	0	4,430,814	1,817,469	7,791,729
Capital Outlay		30,300	1,010,904	0	0	1,041,204
Debt Service:						
Other Debt Service		2,902,500	0	0	0	2,902,500
Total Expenditures	\$ 43,556,678	\$ 7,032,769	\$ 4,430,814	\$ 1,817,469	\$ 56,837,730	
Excess (Deficiency) of Revenues Over Expenditures	\$ 4,153,384	\$ 0	\$ 1,023,744	\$ 138,166	\$ 5,315,294	
Other Financing Sources (Uses)						
Insurance Recovery	\$ 241,751	\$ 0	\$ 0	\$ 0	\$ 241,751	
Transfers In		0	350,000	0	0	350,000

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds**

Discretely Presented Claiborne County School Department (Cont.)

	Major Funds					Nonmajor Fund
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total Governmental Funds	
Other Financing Sources (Uses) (Cont.)						
Transfers Out	\$ (350,000)	\$ 0	\$ 0	\$ 0	\$ (350,000)	
Total Other Financing Sources (Uses)	\$ (108,249)	\$ 350,000	\$ 0	\$ 0	\$ 241,751	
Net Change in Fund Balances	\$ 4,045,135	\$ 350,000	\$ 1,023,744	\$ 138,166	\$ 5,557,045	
Fund Balance, July 1, 2023	4,462,190	700,000	7,651,958	1,060,302	13,874,450	
Fund Balance, June 30, 2024	<u>\$ 8,507,325</u>	<u>\$ 1,050,000</u>	<u>\$ 8,675,702</u>	<u>\$ 1,198,468</u>	<u>\$ 19,431,495</u>	

CLAIBORNE COUNTY, TENNESSEE**Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities**

Discretely Presented Claiborne County School Department
For the Year Ended June 30, 2024

Amounts reported for governmental activities in the statement
of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit I-4)		\$ 5,557,045
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 1,951,674	
Less: current-year depreciation expense	<u>(1,867,988)</u>	83,686
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net assets.		
Less: book value of capital assets disposed		(197,259)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2024	\$ 716,810	
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(638,355)</u>	78,455
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in other postemployment benefits liability	\$ 224,974	
Change in net pension asset/liability	(94,380)	
Change in deferred outflows related to pensions	(1,068,781)	
Change in deferred inflows related to pensions	554,898	
Change in deferred outflows related to other postemployment benefits liability	(2,486,273)	
Change in deferred inflows related to other postemployment benefits liability	<u>705,523</u>	(2,164,039)
(5) Internal service funds are used by management to charge the cost of employee health benefits to individual funds. The net revenue (expense) of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		
Change in net position of governmental activities (Exhibit B)		<u>1,166,389</u>
		\$ 4,524,277

CLAIBORNE COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes****in Fund Balance - Actual and Budget**

Discretely Presented Claiborne County School Department

General Purpose School Fund

For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 12,155,516	\$ 10,285,140	\$ 10,623,540	\$ 1,531,976
Licenses and Permits	2,162	2,200	2,200	(38)
Charges for Current Services	250,791	240,500	240,500	10,291
Other Local Revenues	576,040	304,000	339,365	236,675
State of Tennessee	33,644,204	37,010,871	38,214,173	(4,569,969)
Federal Government	569,099	100,358	605,225	(36,126)
Other Governments and Citizens Groups	512,250	0	512,220	30
Total Revenues	\$ 47,710,062	\$ 47,943,069	\$ 50,537,223	\$ (2,827,161)
Expenditures				
Instruction				
Regular Instruction Program	\$ 18,576,529	\$ 19,514,374	\$ 19,946,759	\$ 1,370,230
Special Education Program	3,488,312	3,795,775	3,662,421	174,109
Career and Technical Education Program	2,056,961	6,044,285	5,198,601	3,141,640
Support Services				
Attendance	146,524	152,963	152,963	6,439
Health Services	458,520	484,765	523,435	64,915
Other Student Support	656,010	810,929	803,653	147,643
Regular Instruction Program	1,026,179	1,030,344	1,301,707	275,528
Alternative Instruction Program	121,250	133,840	133,840	12,590
Special Education Program	761,247	700,716	777,630	16,383
Career and Technical Education Program	99,605	100,595	106,195	6,590
Technology	338,188	408,392	427,436	89,248
Board of Education	3,085,211	2,504,517	3,485,217	400,006
Director of Schools	565,915	527,070	591,891	25,976
Office of the Principal	1,555,436	1,577,022	1,572,089	16,653
Fiscal Services	256,135	256,135	256,135	0
Operation of Plant	2,072,981	2,304,558	2,305,312	232,331
Maintenance of Plant	2,303,256	2,210,139	2,442,111	138,855
Transportation	1,397,182	1,347,908	1,524,706	127,524
Central and Other	114,991	115,276	122,876	7,885
Operation of Non-Instructional Services				
Food Service	6,000	0	7,500	1,500
Community Services	488,586	533,694	619,612	131,026
Early Childhood Education	987,457	605,582	1,008,239	20,782
American Rescue Plan Act Expenditures	61,403	167,648	167,648	106,245
Capital Outlay				
Regular Capital Outlay	30,300	673,500	2,372,726	2,342,426
Principal on Debt				
Education	0	2,175,000	0	0
Interest on Debt				
Education	0	727,500	0	0
Other Debt Service				
Education	2,902,500	2,500	2,905,000	2,500
Total Expenditures	\$ 43,556,678	\$ 48,905,027	\$ 52,415,702	\$ 8,859,024

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget**Discretely Presented Claiborne County School Department
General Purpose School Fund (Cont.)

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 4,153,384	\$ (961,958)	\$ (1,878,479)	\$ 6,031,863
Other Financing Sources (Uses)				
Insurance Recovery	\$ 241,751	\$ 0	\$ 234,019	\$ 7,732
Transfers Out	(350,000)	0	(350,000)	0
Total Other Financing Sources	\$ (108,249)	\$ 0	\$ (115,981)	\$ 7,732
Net Change in Fund Balance	\$ 4,045,135	\$ (961,958)	\$ (1,994,460)	\$ 6,039,595
Fund Balance, July 1, 2023	4,462,190	4,693,693	4,693,693	(231,503)
Fund Balance, June 30, 2024	<u>\$ 8,507,325</u>	<u>\$ 3,731,735</u>	<u>\$ 2,699,233</u>	<u>\$ 5,808,092</u>

CLAIBORNE COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes****in Fund Balance - Actual (Budgetary Basis) and Budget**

Discretely Presented Claiborne County School Department

School Federal Projects Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Federal Government	\$ 7,032,769	\$ 0	\$ 7,032,769	\$ 14,555,278	\$ 10,905,302	\$ (3,872,533)
Total Revenues	\$ 7,032,769	\$ 0	\$ 7,032,769	\$ 14,555,278	\$ 10,905,302	\$ (3,872,533)
Expenditures						
Instruction						
Regular Instruction Program	\$ 2,156,188	\$ (144,445)	\$ 2,011,743	\$ 4,660,744	\$ 2,667,289	\$ 655,546
Special Education Program	1,088,692	0	1,088,692	1,266,202	1,446,255	357,563
Career and Technical Education Program	61,615	0	61,615	68,353	61,639	24
Support Services						
Health Services	2,201	0	2,201	70,525	5,600	3,399
Other Student Support	171,647	0	171,647	239,342	223,707	52,060
Regular Instruction Program	1,011,692	0	1,011,692	3,038,968	2,254,484	1,242,792
Special Education Program	190,240	0	190,240	162,838	206,985	16,745
Career and Technical Education Program	4,977	0	4,977	5,000	5,000	23
Technology	72,745	0	72,745	285,409	141,950	69,205
Operation of Plant	446,153	0	446,153	713,397	759,124	312,971
Maintenance of Plant	141,066	0	141,066	245,193	213,241	72,175
Transportation	674,649	(615,464)	59,185	1,169,661	680,464	621,279
Capital Outlay						
Regular Capital Outlay	1,010,904	(291,465)	719,439	2,608,264	2,239,064	1,519,625
Total Expenditures	\$ 7,032,769	\$ (1,051,374)	\$ 5,981,395	\$ 14,533,896	\$ 10,904,802	\$ 4,923,407
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 1,051,374	\$ 1,051,374	\$ 21,382	\$ 500	\$ 1,050,874

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget

Discretely Presented Claiborne County School Department
 School Federal Projects Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Other Financing Sources (Uses)						
Transfers In	\$ 350,000	\$ 0	\$ 350,000	\$ 0	\$ 350,000	\$ 0
Transfers Out	0	0	0	(21,377)	(500)	500
Total Other Financing Sources	\$ 350,000	\$ 0	\$ 350,000	\$ (21,377)	\$ 349,500	\$ 500
Net Change in Fund Balance	\$ 350,000	\$ 1,051,374	\$ 1,401,374	\$ 5	\$ 350,000	\$ 1,051,374
Fund Balance, July 1, 2023	700,000	(1,051,374)	(351,374)	700,000	700,000	(1,051,374)
Fund Balance, June 30, 2024	\$ 1,050,000	\$ 0	\$ 1,050,000	\$ 700,005	\$ 1,050,000	\$ 0

CLAIBORNE COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**

Discretely Presented Claiborne County School Department

Central Cafeteria Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Actual Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Charges for Current Services	\$ 2,144,418	\$ 0	\$ 2,144,418	\$ 211,425	\$ 211,425	\$ 1,932,993
Other Local Revenues	29,561	0	29,561	5,500	5,500	24,061
State of Tennessee	26,168	0	26,168	35,000	35,000	(8,832)
Federal Government	3,254,411	0	3,254,411	3,933,521	4,048,826	(794,415)
Total Revenues	\$ 5,454,558	\$ 0	\$ 5,454,558	\$ 4,185,446	\$ 4,300,751	\$ 1,153,807
Expenditures						
Operation of Non-Instructional Services						
Food Service	\$ 4,430,814	\$ (324,114)	\$ 4,106,700	\$ 4,185,446	\$ 4,344,684	\$ 237,984
Total Expenditures	\$ 4,430,814	\$ (324,114)	\$ 4,106,700	\$ 4,185,446	\$ 4,344,684	\$ 237,984
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,023,744	\$ 324,114	\$ 1,347,858	\$ 0	\$ (43,933)	\$ 1,391,791
Net Change in Fund Balance	\$ 1,023,744	\$ 324,114	\$ 1,347,858	\$ 0	\$ (43,933)	\$ 1,391,791
Fund Balance, July 1, 2023	7,651,958	(324,114)	7,327,844	6,578,426	6,578,426	749,418
Fund Balance, June 30, 2024	\$ 8,675,702	\$ 0	\$ 8,675,702	\$ 6,578,426	\$ 6,534,493	\$ 2,141,209

CLAIBORNE COUNTY, TENNESSEE**Statement of Net Position**

Discretely Presented Claiborne County School Department
Proprietary Fund

June 30, 2024

	Governmental Activities
	Internal Service Fund
	Employee Insurance - Health
ASSETS	
Current Assets:	
Cash	\$ 2,724,170
Total Assets	<u>\$ 2,724,170</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	\$ 817,568
Total Liabilities	<u>\$ 817,568</u>
NET POSITION	
Unrestricted	<u>\$ 1,906,602</u>
Total Net Position	<u><u>\$ 1,906,602</u></u>

CLAIBORNE COUNTY, TENNESSEE**Statement of Revenues, Expenses, and Changes
in Net Position**Discretely Presented Claiborne County School Department
Proprietary Fund**For the Year Ended June 30, 2024**

	Governmental Activities
	Internal Service Fund
	Employee Insurance - Health
Operating Revenues	
Charges for Current Services	
Self-Insurance Premiums/Contributions	\$ 7,987,025
Total Operating Revenues	<u>\$ 7,987,025</u>
Operating Expenses	
Handling Charges and Administrative Costs	\$ 231,474
Excess Risk Insurance	1,062,187
Medical Claims	<u>5,543,090</u>
Total Operating Expenses	<u>\$ 6,836,751</u>
Operating Income (Loss)	<u>\$ 1,150,274</u>
Nonoperating Revenues (Expenses)	
Investment Income	<u>\$ 16,115</u>
Total Nonoperating Revenues (Expenses)	<u>\$ 16,115</u>
Income (Loss) Before Operating Transfers	<u>\$ 1,166,389</u>
Changes in Net Position	<u>\$ 1,166,389</u>
Net Position, July 1, 2023	<u>740,213</u>
Net Position, June 30, 2024	<u>\$ 1,906,602</u>

CLAIBORNE COUNTY, TENNESSEE**Statement of Cash Flows**

Discretely Presented Claiborne County School Department
 Proprietary Fund
For the Year Ended June 30, 2024

	Governmental Activities	Internal Service Fund
Cash Flows from Operating Activities		
Receipts for Self-Insurance Premiums	\$ 8,341,514	
Payments for Excess Risk Insurance	(1,062,187)	
Payments for Medical Claims	(5,504,676)	
Payments for Administrative Costs	(231,474)	
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 1,543,177</u></u>	
Cash Flows from Investment Activities		
Interest on Investments	\$ 16,115	
Net Cash Provided By (Used In) Investing Activities	<u><u>\$ 16,115</u></u>	
Net Increase (Decrease) in Cash	\$ 1,559,292	
Cash, July 1, 2023	<u><u>1,164,878</u></u>	
Cash, June 30, 2024	<u><u>\$ 2,724,170</u></u>	
Reconciliation of Operating Income to Net Cash Provided By (Used In) Operating Activities		
Operating Income (Loss)	\$ 1,150,274	
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Changes in Assets and Liabilities:		
(Increase) Decrease in Accounts Receivable	354,489	
Increase (Decrease) in Accounts Payable	<u><u>38,414</u></u>	
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 1,543,177</u></u>	
Schedule of Non-cash Financing Activities		
Credits applied for stop-loss recoveries	\$ 311,384	
Credits applied for prescription drug rebates	1,058,698	

MISCELLANEOUS SCHEDULES

CLAIBORNE COUNTY, TENNESSEE**Schedule of Changes in Long-term Notes, Other Loans, and Bonds
For the Year Ended June 30, 2024**

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity	Outstanding 7-1-23	Issued During Period	Paid and/or Matured During Period			Outstanding 6-30-24
NOTES PAYABLE										
Payable through General Debt Service Fund										
Sanitation Garbage Truck	\$ 425,000	1.95 %	9-16-20	9-16-25	\$ 255,000	\$ 0	\$ 85,000	\$ 170,000		
Waterline	500,000	2.29	10-16-20	10-26-25	300,000	0	100,000	200,000		
Landfill Backhoe	135,000	3	9-29-23	4-1-26	0	135,000	45,000	90,000		
Total Notes Payable					\$ 555,000	\$ 135,000	\$ 230,000	\$ 460,000		
OTHER LOANS PAYABLE										
Payable through General Debt Service Fund										
Highway Equipment 2022	110,570	2.99	11-3-21	11-3-25	\$ 84,266	\$ 0	\$ 84,266	\$ 0		
Total Other Loans Payable					\$ 84,266	\$ 0	\$ 84,266	\$ 0		
BONDS PAYABLE										
Payable through General Debt Service Fund										
General Obligation Refunding Bonds, Series 2020 Judicial Series	2,885,000	5	4-30-20	4-1-30	\$ 1,730,000	\$ 0	\$ 610,000	\$ 1,120,000		
General Obligation Refunding Bonds, Series 2020 Schools	18,925,000	5	4-30-20	4-1-30	14,550,000	0	2,175,000	12,375,000		
Total Bonds Payable					\$ 16,280,000	\$ 0	\$ 2,785,000	\$ 13,495,000		

Exhibit J-2

CLAIBORNE COUNTY, TENNESSEE
Schedule of Long-term Debt Requirements by Year

Year Ending June 30	Notes		
	Principal	Interest	Total
2025	\$ 230,000	\$ 10,595	\$ 240,595
2026	230,000	5,297	235,297
Total	\$ 460,000	\$ 15,892	\$ 475,892

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 2,540,000	\$ 674,750	\$ 3,214,750
2026	2,375,000	547,750	2,922,750
2027	1,990,000	429,000	2,419,000
2028	2,090,000	329,500	2,419,500
2029	2,195,000	225,000	2,420,000
2030	2,305,000	115,250	2,420,250
Total	\$ 13,495,000	\$ 2,321,250	\$ 15,816,250

Exhibit J-3

CLAIBORNE COUNTY, TENNESSEE

Schedule of Transfers

Primary Government and Discretely Presented Claiborne County School Department
For the Year Ended June 30, 2024

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
Highway/Public Works	General	Bookkeeper's salary	\$ 40,000
"	General Debt Service	Debt retirement	69,200
Highway Capital Projects	"	"	<u>13,108</u>
Total Transfers Primary Government			<u>\$ 122,308</u>
DISCRETELY PRESENTED CLAIBORNE COUNTY SCHOOL DEPARTMENT			
General Purpose School	School Federal Projects	Cash flow	<u>\$ 350,000</u>
Total Transfers Discretely Presented Claiborne County School Department			<u>\$ 350,000</u>

CLAIBORNE COUNTY, TENNESSEE**Schedule of Salaries and Official Bonds of Principal Officials**

Primary Government and Discretely Presented Claiborne County School Department

For the Year Ended June 30, 2024

Official	Salary	Authorization	Bond	Surety
County Mayor		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 115,276</u></u>			
Road Superintendent		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 99,787</u></u>			
Director of Schools		State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Base salary	\$ 105,000			
Secretary of the Board	1,500			
Chief executive officer training supplement	1,000			
Total compensation	<u><u>\$ 107,500</u></u>			
Trustee -				
Alice Alexander (7/1/23-3/21/24)		Section 8-24-102, <i>TCA</i>	\$ 1,405,666	Western Surety Company
Base salary/Total compensation	<u><u>\$ 61,872</u></u>			
Denise Alexander (4/15/24-6/30/24)		Section 8-24-102, <i>TCA</i>	(2)	
Base salary/Total compensation	<u><u>\$ 17,445</u></u>			
Total Trustee compensation	<u><u>\$ 79,317</u></u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 90,715</u></u>			
County Clerk		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 90,715</u></u>			
Circuit, General Sessions and Juvenile Courts Clerk		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 90,715</u></u>			
Clerk and Master		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary	\$ 90,715			
Special commissioner fees	14,832			
Total compensation	<u><u>\$ 105,547</u></u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 90,715</u></u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary	\$ 99,787			
Superintendent of workhouse	10,000			
Law enforcement training supplement	800			
Total compensation	<u><u>\$ 110,587</u></u>			
Finance Director		County Commission	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 75,000</u></u>			

Employee Blanket Bonds:

Employee Fidelity - County Departments

400,000 Local Government Property and Casualty Fund

Employee Fidelity - School Department

400,000 Tennessee Risk Management Trust

(1) Official is under the employee fidelity insurance coverage.

(2) Official did not obtain a bond.

CLAIBORNE COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2024

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Government Fund	Other Special Revenue	Constitutional Officers - Fees
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 7,841,721	\$ 1,613,568	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	200,929	43,666	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	273,902	53,116	0	0	0	0
Interest and Penalty	37,496	8,277	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	20,069	4,333	0	0	0	0
Payments in-Lieu-of Taxes - Other	9,113	1,389	0	0	0	0
County Local Option Taxes						
Hotel/Motel Tax	112,868	0	0	0	0	0
Wheel Tax	0	0	0	0	0	0
Litigation Tax - General	290,040	0	0	0	0	0
Litigation Tax - Special Purpose	5	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	56,313	0	0	0	0	0
Business Tax	249,109	0	0	0	0	0
Mixed Drink Tax	15,192	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
Statutory Local Taxes						
Bank Excise Tax	491,151	0	0	0	0	0
Wholesale Beer Tax	79,927	0	0	0	0	0
Beer Privilege Tax	854	0	0	0	0	0
Coal Severance Tax	0	0	0	0	0	0
Other Statutory Local Taxes	0	0	0	0	0	0
Total Local Taxes	\$ 9,678,689	\$ 1,724,349	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types (Cont.)**

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Government Fund	Other Special Revenue	Constitutional Officers - Fees
Licenses and Permits						
Permits						
Building Permits	\$ 72,660	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 72,660	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 43,076	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	72,033	0	0	0	0	0
Drug Control Fines	3,033	0	1,274	0	0	0
Jail Fees	36,991	0	0	0	0	0
DUI Treatment Fines	11,786	0	0	0	0	0
Data Entry Fee - Circuit Court	4,355	0	0	0	0	0
Courtroom Security Fee	5,165	0	0	0	0	0
General Sessions Court						
Game and Fish Fines	364	0	0	0	0	0
Drug Control Fines	18,547	0	0	0	0	0
DUI Treatment Fines	1,615	0	0	0	0	0
Data Entry Fee - General Sessions Court	23,528	0	0	0	0	0
Juvenile Court						
Fines	2,889	0	0	0	0	0
Officers Costs	8,595	0	0	0	0	0
Data Entry Fee - Juvenile Court	2,116	0	0	0	0	0
Chancery Court						
Officers Costs	2,466	0	0	0	0	0
Data Entry Fee - Chancery Court	6,173	0	0	0	0	0
Courtroom Security Fee	330	0	0	0	0	0

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types (Cont.)**

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Government Fund	Other Special Revenue	Constitutional Officers - Fees
Fines, Forfeitures, and Penalties (Cont.)						
Other Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 4,463	\$ 0	\$ 0	\$ 0
Proceeds from Confiscated Property	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Fines, Forfeitures, and Penalties	\$ 243,062	\$ 0	\$ 5,737	\$ 0	\$ 0	\$ 0
Charges for Current Services						
General Service Charges						
Tipping Fees	\$ 0	\$ 783,668	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Disposal Fee	\$ 0	\$ 36,001	\$ 0	\$ 0	\$ 0	\$ 0
Work Release Charges for Board	\$ 6,550	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other General Service Charges	\$ 558	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fees						
Copy Fees	\$ 6,719	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Library Fees	\$ 783	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Greenbelt Late Application Fee	\$ 50	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Telephone Commissions	\$ 74,618	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Constitutional Officers' Fees and Commissions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 519,405
Special Commissioner Fees/Special Master Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,832
Data Processing Fee - Register	\$ 8,838	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Data Processing Fee - Sheriff	\$ 4,369	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Sexual Offender Registration Fee - Sheriff	\$ 4,350	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Data Processing Fee - County Clerk	\$ 12,555	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Charges for Current Services	\$ 119,390	\$ 819,669	\$ 0	\$ 0	\$ 0	\$ 534,237
Other Local Revenues						
Recurring Items						
Investment Income	\$ 1,283,452	\$ 75,860	\$ 0	\$ 0	\$ 860	\$ 0

(Continued)

CLAIBORNE COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Government Fund	Other Special Revenue	Constitutional Officers - Fees
Other Local Revenues (Cont.)						
Recurring Items (Cont.)						
Sale of Materials and Supplies	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Commissary Sales	325,806	0	0	0	0	0
Sale of Recycled Materials	506	38,559	0	0	0	0
Miscellaneous Refunds	41,367	0	0	0	0	0
Nonrecurring Items						
Sale of Equipment	0	1,107	0	0	0	0
Damages Recovered from Individuals	459	0	0	0	0	0
Contributions and Gifts	262,987	0	0	0	0	0
Total Other Local Revenues	\$ 1,914,577	\$ 115,526	\$ 0	\$ 0	\$ 860	0
Fees Received From County Officials						
Excess Fees						
County Clerk	\$ 179,800	\$ 0	\$ 0	\$ 0	\$ 0	0
Trustee	375,742	0	0	0	0	0
Fees In-Lieu-of Salary						
County Clerk	500	0	0	0	0	0
Circuit Court Clerk	91,679	0	0	0	0	0
General Sessions Court Clerk	176,995	0	0	0	0	0
Clerk and Master	161,532	0	0	0	0	0
Juvenile Court Clerk	41,396	0	0	0	0	0
Register	114,343	0	0	0	0	0
Sheriff	9,597	0	0	0	0	0
Total Fees Received From County Officials	\$ 1,151,584	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types (Cont.)**

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other Government Fund	Other Special Revenue	Constitutional Officers - Fees
State of Tennessee						
General Government Grants						
Other General Government Grants	\$ 394,046	\$ 17,970	\$ 0	\$ 0	\$ 0	0
Public Safety Grants						
Law Enforcement Training Programs	22,400	0	0	0	0	0
School Resource Officer Grants	900,000	0	0	0	0	0
Other Public Safety Grants	203,702	0	0	0	0	0
Health and Welfare Grants						
Other Health and Welfare Grants	60,291	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	0	0
Litter Program	38,794	0	0	0	0	0
Other State Revenues						
Income Tax	453	0	0	0	0	0
Beer Tax	18,498	0	0	0	0	0
Vehicle Certificate of Title Fees	32,030	0	0	0	0	0
Alcoholic Beverage Tax	90,128	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	168,133	0	0	0	0	0
State Revenue Sharing - T.V.A.	554,661	0	0	0	0	0
State Revenue Sharing - Telecommunications	58,595	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	41,146	0	0	0	0	0
Emergency Hospital - Prisoners	44,627	0	0	0	0	0
Prisoner Transportation	54,080	0	0	0	0	0
Contracted Prisoner Boarding	860,631	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types (Cont.)**

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Government Fund	Other Special Revenue	Constitu - tional Officers - Fees
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
Registrar's Salary Supplement	\$ 15,164	\$ 0	\$ 0	\$ 0	\$ 0	0
State Shared Sales Tax - Cities	11,700	0	0	0	0	0
Other State Grants	237,117	0	0	0	0	0
Other State Revenues	45,650	0	0	0	0	0
Total State of Tennessee	\$ 3,851,846	\$ 17,970	\$ 0	\$ 0	\$ 0	0
Federal Government						
Federal Through State						
Community Development	\$ 244,353	\$ 0	\$ 0	\$ 0	\$ 0	0
Disaster Relief	0	0	0	0	0	0
Homeland Security Grants	38,884	0	0	0	0	0
COVID-19 Grant A	234,446	0	0	0	0	0
American Rescue Plan Act Grant #1	0	0	0	793,179	0	0
American Rescue Plan Act Grant #2	0	0	0	371,070	0	0
Other Federal through State	1,013,043	0	0	0	0	0
Direct Federal Revenue						
Other Direct Federal Revenue	20,527	0	0	0	0	0
Total Federal Government	\$ 1,551,253	\$ 0	\$ 0	\$ 1,164,249	\$ 0	0
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 2,895	\$ 0	\$ 0	\$ 0	\$ 0	0
Contracted Services	10,420	0	0	0	0	0
Other						
Opioid Settlement Funds - Past Remediation	342,409	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 355,724	\$ 0	\$ 0	\$ 0	\$ 0	0
Total	\$ 18,938,785	\$ 2,677,514	\$ 5,737	\$ 1,164,249	\$ 860	\$ 534,237

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types (Cont.)**

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Highway Capital Projects	Total
Local Taxes				
County Property Taxes				
Current Property Tax	\$ 69,154	\$ 228,854	\$ 103,737	\$ 9,857,034
Trustee's Collections - Prior Year	2,300	0	3,448	250,343
Circuit Clerk/Clerk and Master Collections - Prior Years	2,382	5,996	3,574	338,970
Interest and Penalty	417	287	625	47,102
Payments in-Lieu-of Taxes - Local Utilities	228	0	342	24,972
Payments in-Lieu-of Taxes - Other	60	196	89	10,847
County Local Option Taxes				
Hotel/Motel Tax	0	0	0	112,868
Wheel Tax	0	727,650	727,650	1,455,300
Litigation Tax - General	0	0	0	290,040
Litigation Tax - Special Purpose	0	0	0	5
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	56,313
Business Tax	0	0	0	249,109
Mixed Drink Tax	0	0	0	15,192
Mineral Severance Tax	40,066	0	0	40,066
Statutory Local Taxes				
Bank Excise Tax	126,000	0	0	617,151
Wholesale Beer Tax	0	0	0	79,927
Beer Privilege Tax	0	0	0	854
Coal Severance Tax	457	0	0	457
Other Statutory Local Taxes	4,631	0	0	4,631
Total Local Taxes	\$ 245,695	\$ 962,983	\$ 839,465	\$ 13,451,181

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types (Cont.)**

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Highway Capital Projects	Total
Licenses and Permits				
Permits				
Building Permits	\$ 0	\$ 0	\$ 0	\$ 72,660
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 72,660
Fines, Forfeitures, and Penalties				
Circuit Court				
Fines	\$ 0	\$ 0	\$ 0	\$ 43,076
Officers Costs	0	0	0	72,033
Drug Control Fines	0	0	0	4,307
Jail Fees	0	0	0	36,991
DUI Treatment Fines	0	0	0	11,786
Data Entry Fee - Circuit Court	0	0	0	4,355
Courtroom Security Fee	0	0	0	5,165
General Sessions Court				
Game and Fish Fines	0	0	0	364
Drug Control Fines	0	0	0	18,547
DUI Treatment Fines	0	0	0	1,615
Data Entry Fee - General Sessions Court	0	0	0	23,528
Juvenile Court				
Fines	0	0	0	2,889
Officers Costs	0	0	0	8,595
Data Entry Fee - Juvenile Court	0	0	0	2,116
Chancery Court				
Officers Costs	0	0	0	2,466
Data Entry Fee - Chancery Court	0	0	0	6,173
Courtroom Security Fee	0	0	0	330

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types (Cont.)**

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Highway Capital Projects	Total
Fines, Forfeitures, and Penalties (Cont.)				
Other Fines, Forfeitures, and Penalties				
Proceeds from Confiscated Property	\$ 0	\$ 0	\$ 0	\$ 4,463
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 248,799
Charges for Current Services				
General Service Charges				
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 783,668
Solid Waste Disposal Fee	0	0	0	36,001
Work Release Charges for Board	0	0	0	6,550
Other General Service Charges	0	0	0	558
Fees				
Copy Fees	0	0	0	6,719
Library Fees	0	0	0	783
Greenbelt Late Application Fee	0	0	0	50
Telephone Commissions	0	0	0	74,618
Constitutional Officers' Fees and Commissions	0	0	0	519,405
Special Commissioner Fees/Special Master Fees	0	0	0	14,832
Data Processing Fee - Register	0	0	0	8,838
Data Processing Fee - Sheriff	0	0	0	4,369
Sexual Offender Registration Fee - Sheriff	0	0	0	4,350
Data Processing Fee - County Clerk	0	0	0	12,555
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 1,473,296
Other Local Revenues				
Recurring Items				
Investment Income	\$ 0	\$ 30,344	\$ 0	\$ 1,390,516

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types (Cont.)**

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Highway Capital Projects	Total
Other Local Revenues (Cont.)				
Recurring Items (Cont.)				
Sale of Materials and Supplies	\$ 2,232	\$ 0	\$ 0	\$ 2,232
Commissary Sales	0	0	0	325,806
Sale of Recycled Materials	0	0	0	39,065
Miscellaneous Refunds	4,048	0	0	45,415
Nonrecurring Items				
Sale of Equipment	14,875	0	0	15,982
Damages Recovered from Individuals	0	0	0	459
Contributions and Gifts	0	2,902,500	0	3,165,487
Total Other Local Revenues	\$ 21,155	\$ 2,932,844	\$ 0	\$ 4,984,962
Fees Received From County Officials				
Excess Fees				
County Clerk	\$ 0	\$ 0	\$ 0	\$ 179,800
Trustee	0	0	0	375,742
Fees In-Lieu-of Salary				
County Clerk	0	0	0	500
Circuit Court Clerk	0	0	0	91,679
General Sessions Court Clerk	0	0	0	176,995
Clerk and Master	0	0	0	161,532
Juvenile Court Clerk	0	0	0	41,396
Register	0	0	0	114,343
Sheriff	0	0	0	9,597
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 1,151,584

(Continued)

CLAIBORNE COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Highway Capital Projects	Total
State of Tennessee				
General Government Grants				
Other General Government Grants	\$ 0	\$ 0	\$ 0	412,016
Public Safety Grants				
Law Enforcement Training Programs	0	0	0	22,400
School Resource Officer Grants	0	0	0	900,000
Other Public Safety Grants	0	0	0	203,702
Health and Welfare Grants				
Other Health and Welfare Grants	0	0	0	60,291
Public Works Grants				
State Aid Program	2,793,791	0	0	2,793,791
Litter Program	0	0	0	38,794
Other State Revenues				
Income Tax	0	0	0	453
Beer Tax	0	0	0	18,498
Vehicle Certificate of Title Fees	0	0	0	32,030
Alcoholic Beverage Tax	0	0	0	90,128
Opioid Settlement Funds - TN Abatement Council	0	0	0	168,133
State Revenue Sharing - T.V.A.	0	0	0	554,661
State Revenue Sharing - Telecommunications	0	0	0	58,595
State Shared Sports Gaming Privilege Tax	0	0	0	41,146
Emergency Hospital - Prisoners	0	0	0	44,627
Prisoner Transportation	0	0	0	54,080
Contracted Prisoner Boarding	0	0	0	860,631
Gasoline and Motor Fuel Tax	2,520,688	0	0	2,520,688
Hybrid/Electric Vehicle Registration Fee	7,998	0	0	7,998
Petroleum Special Tax	21,231	0	0	21,231

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types (Cont.)**

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	Highway Capital Projects	Total
State of Tennessee (Cont.)				
Other State Revenues (Cont.)				
Registrar's Salary Supplement	\$ 0	\$ 0	\$ 0	\$ 15,164
State Shared Sales Tax - Cities	0	0	0	11,700
Other State Grants	0	0	0	237,117
Other State Revenues	0	0	0	45,650
Total State of Tennessee	\$ 5,343,708	\$ 0	\$ 0	\$ 9,213,524
Federal Government				
Federal Through State				
Community Development	\$ 0	\$ 0	\$ 0	\$ 244,353
Disaster Relief	160,926	0	0	160,926
Homeland Security Grants	0	0	0	38,884
COVID-19 Grant A	0	0	0	234,446
American Rescue Plan Act Grant #1	0	0	0	793,179
American Rescue Plan Act Grant #2	0	0	0	371,070
Other Federal through State	0	0	0	1,013,043
Direct Federal Revenue				
Other Direct Federal Revenue	0	0	0	20,527
Total Federal Government	\$ 160,926	\$ 0	\$ 0	\$ 2,876,428
Other Governments and Citizens Groups				
Other Governments				
Contributions	\$ 0	\$ 0	\$ 0	\$ 2,895
Contracted Services	0	0	0	10,420
Other				
Opioid Settlement Funds - Past Remediation	0	0	0	342,409
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 355,724
Total	\$ 5,771,484	\$ 3,895,827	\$ 839,465	\$ 33,828,158

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department

For the Year Ended June 30, 2024

Special Revenue Funds						
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 6,054,772	\$ 0	\$ 0	\$ 0	\$ 6,054,772	
Trustee's Collections - Prior Year	207,981	0	0	0	207,981	
Circuit Clerk/Clerk and Master Collections - Prior Years	210,521	0	0	0	210,521	
Interest and Penalty	37,364	0	0	0	37,364	
Payments in-Lieu-of Taxes - T.V.A.	531,011	0	0	0	531,011	
Payments in-Lieu-of Taxes - Local Utilities	20,639	0	0	0	20,639	
Payments in-Lieu-of Taxes - Other	5,214	0	0	0	5,214	
County Local Option Taxes						
Local Option Sales Tax	5,070,681	0	0	0	5,070,681	
Statutory Local Taxes						
Coal Severance Tax	1,976	0	0	0	1,976	
Other Statutory Local Taxes	15,357	0	0	0	15,357	
Total Local Taxes	<u>\$ 12,155,516</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 12,155,516</u>	
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 2,162	\$ 0	\$ 0	\$ 0	\$ 2,162	
Total Licenses and Permits	<u>\$ 2,162</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,162</u>	
Charges for Current Services						
Education Charges						
Tuition - Other	\$ 221,017	\$ 0	\$ 0	\$ 0	\$ 221,017	
Lunch Payments - Adults	0	0	43,412	0	43,412	
A la Carte Sales	0	0	73,500	0	73,500	

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

Special Revenue Funds						
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
Charges for Current Services (Cont.)						
Education Charges (Cont.)						
Contract for Instructional Services with Other LEA's	\$ 28,894	\$ 0	\$ 0	\$ 0	\$ 28,894	
Other Charges for Services	880	0	2,027,506	0	2,028,386	
Total Charges for Current Services	\$ 250,791	\$ 0	\$ 2,144,418	\$ 0	\$ 2,395,209	
Other Local Revenues						
Recurring Items						
Investment Income	\$ 176,365	\$ 0	\$ 15,871	\$ 0	\$ 192,236	
Sale of Recycled Materials	2,115	0	0	0	2,115	
Retirees' Insurance Payments	351,506	0	0	0	351,506	
Miscellaneous Refunds	348	0	13,690	0	14,038	
Nonrecurring Items						
Contributions and Gifts	45,416	0	0	0	45,416	
Other Local Revenues						
Other Local Revenues	290	0	0	1,955,635	1,955,925	
Total Other Local Revenues	\$ 576,040	\$ 0	\$ 29,561	\$ 1,955,635	\$ 2,561,236	
State of Tennessee						
State Education Funds						
Tennessee Investment in Student Achievement	\$ 31,472,759	\$ 0	\$ 0	\$ 0	\$ 31,472,759	
TISA - On-behalf Payments	51,301	0	0	0	51,301	
Early Childhood Education	598,231	0	0	0	598,231	
School Food Service	0	0	26,168	0	26,168	
Other State Education Funds	698,516	0	0	0	698,516	
Career Ladder Program	28,868	0	0	0	28,868	
Other Vocational	631,612	0	0	0	631,612	

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

Special Revenue Funds						
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
State of Tennessee (Cont.)						
Other State Revenues						
Other State Grants	\$ 4,410	\$ 0	\$ 0	\$ 0	\$ 4,410	
Other State Revenues	158,507	0	0	0	158,507	
Total State of Tennessee	\$ 33,644,204	\$ 0	\$ 26,168	\$ 0	\$ 33,670,372	
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,010,828	\$ 0	\$ 2,010,828	
USDA - Commodities	0	0	241,186	0	241,186	
Breakfast	0	0	862,172	0	862,172	
USDA - Other	0	0	140,225	0	140,225	
Vocational Education - Basic Grants to States	0	93,591	0	0	93,591	
Title I Grants to Local Education Agencies	0	1,544,025	0	0	1,544,025	
Special Education - Grants to States	0	1,149,847	0	0	1,149,847	
Special Education Preschool Grants	0	53,791	0	0	53,791	
Rural Education	0	131,955	0	0	131,955	
Eisenhower Professional Development State Grants	0	146,334	0	0	146,334	
COVID-19 Grant B	0	627,894	0	0	627,894	
American Rescue Plan Act Grant #1	0	3,210,038	0	0	3,210,038	
American Rescue Plan Act Grant #2	0	2,781	0	0	2,781	
American Rescue Plan Act Grant #3	0	72,513	0	0	72,513	
Other Federal through State	569,099	0	0	0	569,099	
Total Federal Government	\$ 569,099	\$ 7,032,769	\$ 3,254,411	\$ 0	\$ 10,856,279	

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
Other Governments and Citizens Groups					
Other Governments					
Contributions	\$ 476,280	\$ 0	\$ 0	\$ 0	\$ 476,280
Other					
Other	35,970	0	0	0	35,970
Total Other Governments and Citizens Groups	\$ 512,250	\$ 0	\$ 0	\$ 0	\$ 512,250
Total	\$ 47,710,062	\$ 7,032,769	\$ 5,454,558	\$ 1,955,635	\$ 62,153,024

CLAIBORNE COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2024

General Fund

General Government

County Commission

Board and Committee Members Fees	\$ 85,455
Social Security	4,835
Pensions	3,291
Medical Insurance	47,061
Employer Medicare	1,131
Audit Services	<u>13,778</u>
Total County Commission	\$ 155,551

Board of Equalization

Board and Committee Members Fees	\$ 6,875
Total Board of Equalization	6,875

Budget and Finance Committee

Board and Committee Members Fees	\$ 12,250
Social Security	742
Pensions	472
Medical Insurance	2,999
Unemployment Compensation	7
Employer Medicare	<u>173</u>
Total Budget and Finance Committee	16,643

County Mayor/Executive

County Official/Administrative Officer	\$ 115,276
Secretary(ies)	38,527
Social Security	9,319
Pensions	9,013
Medical Insurance	13,013
Unemployment Compensation	74
Employer Medicare	2,179
Communication	9,626
Dues and Memberships	7,837
Lease/SBITA Payments	3,369
Travel	7,134
Office Supplies	<u>743</u>
Total County Mayor/Executive	216,110

County Attorney

County Official/Administrative Officer	\$ 44,101
Clerical Personnel	5,513
Social Security	2,657
Pensions	2,584
Medical Insurance	6,493
Unemployment Compensation	84
Employer Medicare	621
Dues and Memberships	400
Travel	<u>246</u>
Total County Attorney	62,699

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****General Government (Cont.)****Election Commission**

County Official/Administrative Officer	\$ 81,644
Clerical Personnel	35,371
Other Salaries and Wages	2,465
Election Commission	9,975
Election Workers	28,535
Social Security	8,856
Pensions	6,908
Medical Insurance	11,723
Unemployment Compensation	349
Employer Medicare	2,071
Communication	11,262
Lease/SBITA Payments	1,689
Maintenance and Repair Services - Buildings	75
Rentals	450
Other Contracted Services	13,010
Office Supplies	5,301
In Service/Staff Development	9,144
Office Equipment	1,844
Voting Machines	394,046
Other Equipment	3,523
Total Election Commission	\$ 628,241

Register of Deeds

County Official/Administrative Officer	\$ 90,715
Assistant(s)	32,845
Supervisor/Director	38,338
Clerical Personnel	12,234
Social Security	10,515
Pensions	9,543
Medical Insurance	19,557
Unemployment Compensation	260
Employer Medicare	2,459
Communication	157
Dues and Memberships	759
Lease/SBITA Payments	1,600
Maintenance and Repair Services - Office Equipment	7,300
Office Supplies	7,975
Other Supplies and Materials	72
Total Register of Deeds	\$ 234,329

Development

Contracts with Other Public Agencies	\$ 4,563
Total Development	\$ 4,563

Planning

Board and Committee Members Fees	\$ 11,750
Social Security	728

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****General Government (Cont.)****Planning (Cont.)**

Unemployment Compensation	\$	16
Employer Medicare		170
Other Contracted Services		14,822
Other Charges		<u>10,800</u>
Total Planning	\$	38,286

County Buildings

Custodial Personnel	\$	33,936
Maintenance Personnel		33,936
Social Security		4,041
Pensions		3,977
Medical Insurance		13,042
Unemployment Compensation		168
Employer Medicare		945
Communication		15,559
Maintenance and Repair Services - Buildings		27,859
Maintenance and Repair Services - Vehicles		985
Postal Charges		32,090
Internet Connectivity		10,309
Rentals		1,200
Custodial Supplies		4,802
Electricity		58,108
Gasoline		365
Office Supplies		5,108
Utilities		6,288
Water and Sewer		8,149
Other Charges		<u>2,450</u>
Total County Buildings		263,317

Preservation of Records

Clerical Personnel	\$	12,773
Social Security		764
Pensions		749
Medical Insurance		2,163
Unemployment Compensation		28
Employer Medicare		179
Communication		1,772
Lease/SBITA Payments		331
Other Contracted Services		1,815
Office Supplies		<u>229</u>
Total Preservation of Records		20,803

Finance**Accounting and Budgeting**

Supervisor/Director	\$	75,000
Accountants/Bookkeepers		243,533
Social Security		18,788

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)**

Finance (Cont.)

Accounting and Budgeting (Cont.)

Pensions	\$ 18,601
Life Insurance	360
Medical Insurance	36,891
Unemployment Compensation	727
Employer Medicare	4,394
Communication	2,545
Maintenance Agreements	6,195
Travel	289
Other Contracted Services	30,046
Office Supplies	3,542
Other Supplies and Materials	1,994
In Service/Staff Development	550
Other Charges	55
Office Equipment	1,145
Total Accounting and Budgeting	\$ 444,655

Property Assessor's Office

County Official/Administrative Officer	\$ 90,715
Supervisor/Director	38,527
Clerical Personnel	57,123
Social Security	10,827
Pensions	10,921
Medical Insurance	33,615
Unemployment Compensation	252
Employer Medicare	2,532
Audit Services	14,700
Communication	93
Data Processing Services	924
Dues and Memberships	1,700
Lease/SBITA Payments	30
Legal Notices, Recording, and Court Costs	1,681
Maintenance Agreements	11,366
Maintenance and Repair Services - Vehicles	73
Office Supplies	1,423
Other Supplies and Materials	465
Office Equipment	115
Total Property Assessor's Office	277,082

Reappraisal Program

Assistant(s)	\$ 67,199
Social Security	4,089
Pensions	3,938
Medical Insurance	6,600
Unemployment Compensation	168
Employer Medicare	956
Communication	733
Data Processing Services	4,541

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Reappraisal Program (Cont.)

Lease/SBITA Payments	\$	1,483
Travel		32
Gasoline		274
Office Supplies		1,583
Office Equipment		180
Total Reappraisal Program		<u>\$ 91,776</u>

County Trustee's Office

Social Security	\$	11,550
Pensions		11,150
Medical Insurance		26,891
Unemployment Compensation		386
Employer Medicare		2,701
Communication		3,002
Data Processing Services		10,106
Dues and Memberships		894
Lease/SBITA Payments		7,823
Maintenance Agreements		16,976
Travel		321
Office Supplies		998
Other Supplies and Materials		72
Premiums on Corporate Surety Bonds		7,278
Office Equipment		<u>3,422</u>
Total County Trustee's Office		103,570

County Clerk's Office

Clerical Personnel	\$	3,465
Social Security		16,618
Pensions		14,525
Medical Insurance		40,338
Unemployment Compensation		591
Employer Medicare		3,886
Communication		2,296
Dues and Memberships		759
Lease/SBITA Payments		1,575
Maintenance Agreements		21,007
Office Supplies		<u>5,110</u>
Total County Clerk's Office		110,170

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	90,715
Assistant(s)		67,199
Supervisor/Director		38,528
Clerical Personnel		113,018
Jury and Witness Expense		8,946
Social Security		18,635

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Pensions	\$	14,828
Medical Insurance		33,615
Unemployment Compensation		811
Employer Medicare		4,358
Communication		5,393
Dues and Memberships		944
Lease/SBITA Payments		10,687
Maintenance Agreements		25,897
Postal Charges		9,214
Office Supplies		<u>7,044</u>
Total Circuit Court		\$ 449,832

General Sessions Court

Judge(s)	\$	182,240
Secretary(ies)		36,692
Social Security		12,428
Pensions		12,830
Medical Insurance		13,038
Unemployment Compensation		84
Employer Medicare		3,127
Communication		2,827
Dues and Memberships		700
Travel		850
Other Contracted Services		855
Office Supplies		996
Periodicals		670
Office Equipment		<u>1,099</u>
Total General Sessions Court		268,436

Chancery Court

County Official/Administrative Officer	\$	90,715
Assistant(s)		64,368
Supervisor/Director		38,527
Clerical Personnel		7,459
Social Security		12,112
Pensions		11,419
Medical Insurance		19,246
Unemployment Compensation		411
Employer Medicare		2,833
Communication		590
Dues and Memberships		759
Lease/SBITA Payments		2,463
Maintenance Agreements		17,161
Office Supplies		5,471
Other Supplies and Materials		154
Furniture and Fixtures		747
Office Equipment		<u>1,955</u>
Total Chancery Court		276,390

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Administration of Justice (Cont.)****District Attorney General**

County Official/Administrative Officer	\$ 99,683
Supervisor/Director	48,815
Secretary(ies)	34,765
Clerical Personnel	216,409
Social Security	23,631
Pensions	23,421
Medical Insurance	47,338
Unemployment Compensation	756
Employer Medicare	5,527
Dues and Memberships	400
Printing, Stationery, and Forms	715
Travel	10,739
Office Supplies	6,943
Other Supplies and Materials	2,274
Refunds	14,451
In Service/Staff Development	310
Other Charges	<u>29,256</u>
Total District Attorney General	\$ 565,433

Office of Public Defender

Contributions	\$ <u>50,955</u>
Total Office of Public Defender	50,955

Public Safety**Sheriff's Department**

County Official/Administrative Officer	\$ 99,787
Assistant(s)	56,784
Deputy(ies)	804,327
Investigator(s)	339,083
Lieutenant(s)	123,794
Salary Supplements	31,362
Secretary(ies)	29,120
School Resource Officer	495,073
Overtime Pay	51,566
Other Salaries and Wages	37,080
Social Security	121,047
Pensions	117,739
Medical Insurance	250,573
Unemployment Compensation	4,210
Employer Medicare	28,309
Communication	29,052
Dues and Memberships	2,120
Lease/SBITA Payments	9,687
Maintenance and Repair Services - Buildings	4,959
Maintenance and Repair Services - Equipment	9,542
Maintenance and Repair Services - Vehicles	63,397
Travel	15,800

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Public Safety (Cont.)****Sheriff's Department (Cont.)**

Tuition	\$ 13,186
Other Contracted Services	7,742
Gasoline	178,447
Law Enforcement Supplies	12,781
Office Supplies	3,287
Tires and Tubes	25,740
Uniforms	5,102
Other Supplies and Materials	3,868
Communication Equipment	222,744
Data Processing Equipment	77,252
Law Enforcement Equipment	159,527
Motor Vehicles	193,801
Office Equipment	11,773
Total Sheriff's Department	\$ 3,639,661

Administration of the Sexual Offender Registry

Other Contracted Services	\$ 1,650
Total Administration of the Sexual Offender Registry	1,650

Workhouse

County Official/Administrative Officer	\$ 10,000
Supervisor/Director	49,140
Data Processing Personnel	33,280
Guidance Personnel	51,310
Social Workers	34,902
Salary Supplements	221
Mechanic(s)	32,240
Guards	1,186,991
Secretary(ies)	32,378
Cafeteria Personnel	59,327
Maintenance Personnel	80,662
Other Salaries and Wages	416,953
Social Security	123,831
Pensions	119,726
Medical Insurance	202,308
Unemployment Compensation	7,156
Employer Medicare	28,961
Communication	14,434
Lease/SBITA Payments	4,025
Maintenance and Repair Services - Buildings	20,402
Medical and Dental Services	608,115
Travel	490
Tuition	200
Other Contracted Services	29,714
Custodial Supplies	57,886
Drugs and Medical Supplies	51,232
Electricity	88,513

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Workhouse (Cont.)

Food Supplies	\$ 447,842
Natural Gas	25,850
Office Supplies	8,252
Prisoners Clothing	11,837
Water and Sewer	67,064
Other Supplies and Materials	39,244
In Service/Staff Development	3,109
Other Charges	78,590
Law Enforcement Equipment	14,830
Maintenance Equipment	906
Motor Vehicles	202,477
Other Equipment	80,671
Total Workhouse	\$ 4,325,069

Juvenile Services

Social Workers	\$ 50,000
Social Security	2,994
Pensions	2,930
Medical Insurance	6,519
Unemployment Compensation	84
Employer Medicare	700
Communication	694
Dues and Memberships	325
Travel	367
Other Contracted Services	2,850
Office Supplies	170
Office Equipment	249
Total Juvenile Services	67,882

Fire Prevention and Control

Contributions	\$ 186,000
Total Fire Prevention and Control	186,000

Civil Defense

Supervisor/Director	\$ 44,756
Part-time Personnel	25,754
Social Security	4,238
Pensions	4,132
Medical Insurance	12,445
Unemployment Compensation	140
Employer Medicare	991
Communication	4,279
Dues and Memberships	135
Maintenance and Repair Services - Vehicles	447
Travel	477
Other Contracted Services	350
Gasoline	505
Office Supplies	404
Total Civil Defense	99,053

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Public Safety (Cont.)****Rescue Squad**

Contributions	\$ 34,363	
Total Rescue Squad		\$ 34,363

Other Emergency Management

Contributions	\$ 9,000	
Other Contracted Services	<u>51,000</u>	
Total Other Emergency Management		60,000

County Coroner/Medical Examiner

Other Per Diem and Fees	\$ 31,875	
Other Contracted Services	24,000	
Other Charges	<u>2,600</u>	
Total County Coroner/Medical Examiner		58,475

Public Health and Welfare**Local Health Center**

Clerical Personnel	\$ 29,799	
Social Security	1,749	
Pensions	1,746	
Medical Insurance	6,519	
Unemployment Compensation	84	
Employer Medicare	409	
Communication	12,397	
Contracts with Government Agencies	36,055	
Contracts with Private Agencies	136	
Maintenance and Repair Services - Buildings	11,249	
Travel	173	
Other Contracted Services	15,000	
Instructional Supplies and Materials	3,552	
Office Supplies	3,419	
Utilities	14,675	
Other Charges	<u>2,102</u>	
Total Local Health Center		139,064

Rabies and Animal Control

Contributions	\$ 20,000	
Total Rabies and Animal Control		20,000

Ambulance/Emergency Medical Services

Contributions	\$ 146,000	
Total Ambulance/Emergency Medical Services		146,000

Other Local Health Services

Medical Personnel	\$ 48,185	
Clerical Personnel	7,869	
Social Security	3,332	
Pensions	2,824	

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)**

Public Health and Welfare (Cont.)

Other Local Health Services (Cont.)

Medical Insurance	\$	6,428
Unemployment Compensation		168
Employer Medicare		779
Travel		3,991
Other Contracted Services		58

Total Other Local Health Services \$ 73,634

Sanitation Education/Information

Laborers	\$	31,200
Clerical Personnel		4,900
Social Security		2,202
Pensions		2,115
Medical Insurance		1,725
Unemployment Compensation		94
Employer Medicare		515
Gasoline		4,038
Instructional Supplies and Materials		12,125

Total Sanitation Education/Information 58,914

Social, Cultural, and Recreational Services

Senior Citizens Assistance

County Official/Administrative Officer	\$	26,092
Laborers		12,000
Clerical Personnel		52,218
Social Security		4,839
Pensions		4,589
Medical Insurance		252
Unemployment Compensation		252
Employer Medicare		1,132
Communication		4,188
Contracts with Other Public Agencies		7,000
Maintenance and Repair Services - Buildings		13,405
Travel		3,666
Other Contracted Services		1,374
Electricity		7,243
Gasoline		3,442
Office Supplies		1,135
Water and Sewer		1,316
Other Supplies and Materials		11,917
Other Charges		717
Food Service Equipment		516
Other Equipment		212

Total Senior Citizens Assistance 157,505

Libraries

Librarians	\$	44,100
Attendants		31,500

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)**

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Part-time Personnel	\$ 31,500
Other Salaries and Wages	600
Social Security	6,458
Pensions	6,311
Medical Insurance	13,122
Unemployment Compensation	252
Employer Medicare	1,510
Communication	8,777
Maintenance Agreements	3,480
Travel	204
Other Contracted Services	1,416
Office Supplies	7,557
Periodicals	13,432
Office Equipment	4,410
Total Libraries	\$ 174,629

Agriculture and Natural Resources

Agricultural Extension Service

Communication	\$ 2,283
Contracts with Other Public Agencies	106,923
Other Charges	600
Total Agricultural Extension Service	109,806

Forest Service

Contributions	\$ 2,000
Total Forest Service	2,000

Soil Conservation

Secretary(ies)	\$ 33,323
Other Salaries and Wages	30,979
Social Security	3,821
Pensions	3,768
Medical Insurance	10,952
Unemployment Compensation	252
Employer Medicare	894
Contributions	12,000
Total Soil Conservation	95,989

Other Operations

Industrial Development

Contracts with Other Public Agencies	\$ 20,000
Contributions	109,727
Total Industrial Development	129,727

Housing and Urban Development

Other Construction	\$ 382,803
Total Housing and Urban Development	382,803

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Other Operations (Cont.)****Other Economic and Community Development**

Assistant(s)	\$	13,578
Social Security		834
Medical Insurance		554
Unemployment Compensation		126
Employer Medicare		195
Travel		4,223
Total Other Economic and Community Development	\$	19,510

Veterans' Services

County Official/Administrative Officer	\$	32,760
Social Security		2,031
Unemployment Compensation		84
Employer Medicare		475
Communication		110
Dues and Memberships		70
Travel		257
Other Contracted Services		449
Office Supplies		1,086
Total Veterans' Services		37,322

Other Charges

Contributions	\$	355,062
Legal Notices, Recording, and Court Costs		3,660
Trustee's Commission		211,963
Vehicle and Equipment Insurance		336,693
Workers' Compensation Insurance		87,244
Other Charges		18,785
Total Other Charges		1,013,407

Miscellaneous

Tax Relief Program	\$	33,668
Total Miscellaneous		33,668

Capital Projects**Public Safety Projects**

Building Improvements	\$	32,120
Other Construction		307,170
Total Public Safety Projects		339,290

Total General Fund

\$ 15,691,137

Solid Waste/Sanitation Fund**Public Health and Welfare****Waste Pickup**

Foremen	\$	59,438
Equipment Operators		270,699
Secretary(ies)		37,852

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****Solid Waste/Sanitation Fund (Cont.)**

Public Health and Welfare (Cont.)

Waste Pickup (Cont.)

Attendants	\$ 327,988
Board and Committee Members Fees	11,200
Social Security	42,571
Pensions	41,668
Medical Insurance	88,258
Unemployment Compensation	2,813
Employer Medicare	9,956
Communication	8,013
Contracts with Private Agencies	594,146
Engineering Services	23,074
Evaluation and Testing	15,568
Lease/SBITA Payments	2,400
Maintenance and Repair Services - Vehicles	69,601
Postal Charges	685
Permits	8,650
Other Contracted Services	30,185
Crushed Stone	6,189
Diesel Fuel	78,895
Electricity	14,935
Fertilizer, Lime, and Seed	1,308
Gasoline	9,186
Lubricants	15,846
Office Supplies	4,913
Tires and Tubes	26,203
Water and Sewer	3,805
Other Supplies and Materials	1,898
Trustee's Commission	42,503
Vehicle and Equipment Insurance	31,631
Workers' Compensation Insurance	15,958
Site Development	40,895
Other Equipment	126,670
Total Waste Pickup	<u>\$ 2,065,600</u>

Total Solid Waste/Sanitation Fund

\$ 2,065,600

Drug Control Fund

Public Safety

Drug Enforcement

Confidential Drug Enforcement Payments	\$ 2,500
Travel	1,384
Tuition	3,095
Law Enforcement Supplies	278
Other Supplies and Materials	2,586
Trustee's Commission	57
Law Enforcement Equipment	647
Total Drug Enforcement	<u>\$ 10,547</u>

Total Drug Control Fund

10,547

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****Other General Government Fund**

Other Operations

American Rescue Plan Act Grant #1

Architects	\$ 8,321	
Medical and Dental Services	<u>30,802</u>	
Total American Rescue Plan Act Grant #1		\$ 39,123

Capital Projects

American Rescue Plan Act Grant #1

Maintenance and Repair Services - Buildings	\$ 27,790	
Site Development	76,724	
Other Equipment	14,460	
Other Construction	<u>545,026</u>	
Total American Rescue Plan Act Grant #1		664,000

American Rescue Plan Act Grant #2

Other Construction	\$ 377,196	
Total American Rescue Plan Act Grant #2		<u>377,196</u>

Total Other General Government Fund

\$ 1,080,319

Other Special Revenue Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Contributions	\$ 180,906	
Total Ambulance/Emergency Medical Services		<u>180,906</u>

Total Other Special Revenue Fund

180,906

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$ 195,062	
Total County Trustee's Office		\$ 195,062

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 272,776	
Total County Clerk's Office		272,776

Administration of Justice

Chancery Court

Special Commissioner Fees/Special Master Fees	\$ 14,832	
Constitutional Officers' Operating Expenses	<u>5,376</u>	
Total Chancery Court		<u>20,208</u>

Total Constitutional Officers - Fees Fund

488,046

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****Highway/Public Works Fund****Highways****Administration**

County Official/Administrative Officer	\$	99,787
Secretary(ies)		24,990
Social Security		6,165
Pensions		5,827
Medical Insurance		6,502
Unemployment Compensation		442
Employer Medicare		1,804
Dues and Memberships		3,455
Legal Notices, Recording, and Court Costs		355
Travel		350
Office Supplies		2,939
Total Administration		\$ 152,616

Highway and Bridge Maintenance

Laborers	\$	790,720
Other Salaries and Wages		13,975
Social Security		49,664
Pensions		46,157
Medical Insurance		102,900
Unemployment Compensation		5,673
Employer Medicare		11,615
Other Contracted Services		225,952
Asphalt - Hot Mix		225,763
Crushed Stone		299,993
Pipe - Metal		41,362
Road Signs		9,896
Wood Products		3,474
Other Supplies and Materials		9,482
Total Highway and Bridge Maintenance		1,836,626

Operation and Maintenance of Equipment

Mechanic(s)	\$	40,473
Other Salaries and Wages		707
Social Security		2,546
Pensions		2,413
Medical Insurance		6,502
Unemployment Compensation		210
Employer Medicare		595
Rentals		27,795
Diesel Fuel		111,673
Equipment and Machinery Parts		159,716
Garage Supplies		4,966
Gasoline		42,622
Lubricants		16,048
Tires and Tubes		24,141
Other Supplies and Materials		5,802
Total Operation and Maintenance of Equipment		446,209

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges

Communication	\$ 3,039
Electricity	3,746
Natural Gas	3,769
Water and Sewer	896
Trustee's Commission	28,621
Vehicle and Equipment Insurance	<u>43,127</u>
Total Other Charges	\$ 83,198

Employee Benefits

Workers' Compensation Insurance	\$ 26,186
Total Employee Benefits	26,186

Capital Outlay

Highway Equipment	\$ 30,320
Site Development	14,969
State Aid Projects	<u>2,709,366</u>
Total Capital Outlay	<u>2,754,655</u>

Total Highway/Public Works Fund

\$ 5,299,490

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$ 610,000
Principal on Notes	230,000
Total General Government	\$ 840,000

Highways and Streets

Principal on Other Loans	\$ 84,266
Total Highways and Streets	84,266

Education

Principal on Bonds	\$ 2,175,000
Total Education	2,175,000

Interest on Debt

General Government

Interest on Bonds	\$ 86,500
Interest on Notes	13,915
Total General Government	100,415

Highways and Streets

Interest on Other Loans	\$ 2,160
Total Highways and Streets	2,160

Education

Interest on Bonds	\$ 727,500
Total Education	727,500

(Continued)

CLAIBORNE COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Debt Service Fund (Cont.)

Other Debt Service	
General Government	
Trustee's Commission	\$ 4,935
Other Debt Service	<u>3,531</u>
Total General Government	<u>\$ 8,466</u>
Total General Debt Service Fund	\$ 3,937,807

Highway Capital Projects Fund

Capital Projects	
Highway and Street Capital Projects	
Asphalt - Hot Mix	\$ 198,585
Asphalt - Liquid	250,589
Crushed Stone	82,834
Trustee's Commission	2,157
Highway Equipment	<u>186,852</u>
Total Highway and Street Capital Projects	<u>\$ 721,017</u>
Total Highway Capital Projects Fund	<u>721,017</u>
Total Governmental Funds - Primary Government	<u>\$ 29,474,869</u>

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department
For the Year Ended June 30, 2024

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 12,071,163
Career Ladder Program	14,499
Educational Assistants	745,962
Certified Substitute Teachers	186,455
Social Security	759,660
Pensions	774,456
Life Insurance	53,124
Medical Insurance	2,477,598
Unemployment Compensation	22,069
Employer Medicare	178,907
Retirement - Hybrid Stabilization	109,279
Contributions	476,280
Tuition	6,323
Instructional Supplies and Materials	258,253
Textbooks - Electronic	153,223
Textbooks - Bound	190,336
Other Supplies and Materials	11,766
TISA - On-behalf Payments	51,301
Other Charges	35,875
Total Regular Instruction Program	\$ 18,576,529

Special Education Program

Teachers	\$ 1,919,491
Career Ladder Program	4,000
Educational Assistants	244,374
Speech Pathologist	411,158
Certified Substitute Teachers	20,670
Social Security	151,686
Pensions	153,812
Life Insurance	10,540
Medical Insurance	440,609
Unemployment Compensation	4,629
Employer Medicare	35,907
Retirement - Hybrid Stabilization	34,378
Contracts with Private Agencies	4,555
Maintenance and Repair Services - Equipment	1,380
Tuition	1,393
Instructional Supplies and Materials	5,037
Other Supplies and Materials	30,911
Special Education Equipment	13,782
Total Special Education Program	\$ 3,488,312

Career and Technical Education Program

Teachers	\$ 1,001,549
Guidance Personnel	129,976
Other Salaries and Wages	3,750

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program (Cont.)

Certified Substitute Teachers	\$ 16,672
Social Security	65,977
Pensions	73,214
Life Insurance	4,997
Medical Insurance	264,548
Unemployment Compensation	1,723
Employer Medicare	15,430
Retirement - Hybrid Stabilization	12,917
Other Contracted Services	5,476
Instructional Supplies and Materials	37,988
Software	380,240
Other Supplies and Materials	8,429
Other Charges	4,197
Vocational Instruction Equipment	29,878
Total Career and Technical Education Program	\$ 2,056,961

Support Services

Attendance

Supervisor/Director	\$ 79,908
Career Ladder Program	1,000
Clerical Personnel	30,670
Social Security	6,513
Pensions	7,307
Life Insurance	240
Medical Insurance	17,651
Unemployment Compensation	134
Employer Medicare	1,523
Travel	1,578
Total Attendance	146,524

Health Services

Supervisor/Director	\$ 74,736
Medical Personnel	292,544
Other Salaries and Wages	10,183
Social Security	22,545
Pensions	20,635
Life Insurance	197
Medical Insurance	17,418
Unemployment Compensation	834
Employer Medicare	5,273
Retirement - Hybrid Stabilization	10,817
Drugs and Medical Supplies	2,982
Other Supplies and Materials	356
Total Health Services	458,520

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support

Career Ladder Program	\$	1,000
Guidance Personnel		435,976
Social Security		25,341
Pensions		26,263
Life Insurance		1,940
Medical Insurance		84,858
Unemployment Compensation		695
Employer Medicare		5,927
Retirement - Hybrid Stabilization		6,030
Travel		8,648
Other Contracted Services		45,000
Other Supplies and Materials		1,920
In Service/Staff Development		4,651
Other Charges		7,761
Total Other Student Support	\$	656,010

Regular Instruction Program

Supervisor/Director	\$	166,246
Career Ladder Program		3,000
Librarians		298,280
Educational Assistants		41,650
Other Salaries and Wages		82,800
Social Security		35,054
Pensions		38,168
Life Insurance		2,040
Medical Insurance		94,232
Unemployment Compensation		966
Employer Medicare		8,198
Retirement - Hybrid Stabilization		3,866
Travel		892
Other Contracted Services		12,768
Library Books/Media		52,066
Other Supplies and Materials		12,848
In Service/Staff Development		40,478
Other Charges		32,793
Other Equipment		99,834
Total Regular Instruction Program		1,026,179

Alternative Instruction Program

Teachers	\$	58,510
Career Ladder Program		500
Other Salaries and Wages		34,072
Social Security		3,415
Pensions		3,984
Life Insurance		240
Medical Insurance		18,921

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Alternative Instruction Program (Cont.)

Unemployment Compensation	\$ 134
Employer Medicare	1,300
Other Supplies and Materials	174
Total Alternative Instruction Program	\$ 121,250

Special Education Program

Supervisor/Director	\$ 79,908
Career Ladder Program	500
Psychological Personnel	150,841
Secretary(ies)	25,378
Other Salaries and Wages	275,174
Social Security	29,271
Pensions	31,043
Life Insurance	1,900
Medical Insurance	91,433
Unemployment Compensation	735
Employer Medicare	7,310
Retirement - Hybrid Stabilization	6,053
Communication	6,723
Consultants	5,862
Travel	14,021
Other Contracted Services	18,468
In Service/Staff Development	12,899
Other Charges	3,728
Total Special Education Program	\$ 761,247

Career and Technical Education Program

Supervisor/Director	\$ 74,489
Social Security	4,339
Pensions	5,073
Life Insurance	200
Medical Insurance	14,422
Unemployment Compensation	67
Employer Medicare	1,015
Total Career and Technical Education Program	\$ 99,605

Technology

Supervisor/Director	\$ 99,251
Career Ladder Program	1,833
Other Salaries and Wages	68,754
Social Security	10,328
Pensions	10,913
Life Insurance	650
Medical Insurance	22,240
Unemployment Compensation	169
Employer Medicare	2,415

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology (Cont.)

Maintenance and Repair Services - Equipment	\$	5,610
Internet Connectivity		52,920
Travel		305
Software		25,557
Other Equipment		<u>37,243</u>

Total Technology	\$	338,188
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Board of Education

Secretary to Board	\$	1,500
Board and Committee Members Fees		9,050
Social Security		455
Pensions		448
Life Insurance		1,274
Medical Insurance		32,023
Unemployment Compensation		80
Employer Medicare		125
Other Fringe Benefits		2,219,099
Audit Services		28,500
Dues and Memberships		14,683
Legal Services		13,098
Travel		8,256
Other Contracted Services		7,500
Liability Insurance		323,451
Trustee's Commission		257,671
Workers' Compensation Insurance		160,894
Other Charges		<u>7,104</u>

Total Board of Education		3,085,211
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Director of Schools

County Official/Administrative Officer	\$	105,000
Assistant(s)		59,260
Career Ladder Program		2,000
Secretary(ies)		90,519
Other Salaries and Wages		142,125
Social Security		24,173
Pensions		18,688
Life Insurance		480
Medical Insurance		25,116
Unemployment Compensation		587
Employer Medicare		5,653
Communication		26,434
Dues and Memberships		2,636
Maintenance and Repair Services - Equipment		900
Travel		6,973
Other Contracted Services		4,000
Office Supplies		<u>15,982</u>

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Other Charges	\$ 33,944
Administration Equipment	1,445
Total Director of Schools	\$ 565,915

Office of the Principal

Principals	\$ 944,452
Career Ladder Program	1,167
Assistant Principals	236,552
Social Security	69,419
Pensions	80,388
Life Insurance	3,622
Medical Insurance	202,270
Unemployment Compensation	1,071
Employer Medicare	16,235
Retirement - Hybrid Stabilization	260
Total Office of the Principal	1,555,436

Fiscal Services

Contributions	\$ 256,135
Total Fiscal Services	256,135

Operation of Plant

Custodial Personnel	\$ 525,470
Social Security	31,726
Pensions	29,461
Unemployment Compensation	2,167
Employer Medicare	7,420
Disposal Fees	73,068
Other Contracted Services	34,172
Custodial Supplies	119,799
Electricity	951,512
Natural Gas	75,813
Water and Sewer	222,373
Total Operation of Plant	2,072,981

Maintenance of Plant

Maintenance Personnel	\$ 549,189
Social Security	33,126
Pensions	31,951
Life Insurance	64,693
Medical Insurance	1,348,953
Unemployment Compensation	1,292
Employer Medicare	7,747
Maintenance and Repair Services - Equipment	263,889
Uniforms	1,941
Other Charges	475
Total Maintenance of Plant	2,303,256

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation

Supervisor/Director	\$ 78,096
Mechanic(s)	49,031
Bus Drivers	590,486
Other Salaries and Wages	65,046
Social Security	45,013
Pensions	42,063
Life Insurance	480
Medical Insurance	25,116
Unemployment Compensation	1,970
Employer Medicare	11,117
Retirement - Hybrid Stabilization	749
Contracts with Parents	37,301
Contracts with Vehicle Owners	155,302
Maintenance and Repair Services - Vehicles	10,045
Other Contracted Services	24,901
Garage Supplies	6,384
Gasoline	149,371
Tires and Tubes	21,955
Uniforms	2,765
Vehicle Parts	65,374
Other Charges	14,617
Total Transportation	\$ 1,397,182

Central and Other

Communication	\$ 23,208
Other Contracted Services	60,480
Data Processing Supplies	29,773
Drugs and Medical Supplies	1,530
Total Central and Other	\$ 114,991

Operation of Non-Instructional Services

Food Service

Food Supplies	\$ 6,000
Total Food Service	6,000

Community Services

Supervisor/Director	\$ 9,612
Teachers	95,556
Educational Assistants	64,127
Other Salaries and Wages	209,730
Social Security	23,311
Pensions	20,257
Unemployment Compensation	1,107
Employer Medicare	5,452
Retirement - Hybrid Stabilization	1,175
Communication	5,286

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Travel	\$	1,571
Other Contracted Services		128
Instructional Supplies and Materials		1,233
Other Supplies and Materials		23,665
In Service/Staff Development		540
Other Charges		<u>25,836</u>
Total Community Services	\$	488,586

Early Childhood Education

Supervisor/Director	\$	66,627
Teachers		319,774
Clerical Personnel		19,000
Educational Assistants		305,700
Other Salaries and Wages		10,704
Social Security		42,375
Pensions		45,898
Life Insurance		1,640
Medical Insurance		94,378
Unemployment Compensation		1,870
Employer Medicare		9,910
Instructional Supplies and Materials		43,488
Other Supplies and Materials		20,211
Other Charges		4,507
Other Equipment		<u>1,375</u>
Total Early Childhood Education		987,457

American Rescue Plan Act Expenditures

Maintenance and Repair Services - Buildings	\$	50
Other Supplies and Materials		<u>61,353</u>
Total American Rescue Plan Act Expenditures		61,403

Capital Outlay**Regular Capital Outlay**

Architects	\$	14,000
Building Improvements		1,000
Site Development		2,500
Other Capital Outlay		<u>12,800</u>
Total Regular Capital Outlay		30,300

Other Debt Service**Education**

Debt Service Contribution to Primary Government	\$	<u>2,902,500</u>
Total Education		<u>2,902,500</u>

Total General Purpose School Fund \$ 43,556,678

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 627,462
Educational Assistants	298,643
Certified Substitute Teachers	16,218
Social Security	54,972
Pensions	61,712
Life Insurance	2,860
Medical Insurance	149,078
Unemployment Compensation	2,357
Employer Medicare	12,858
Instructional Supplies and Materials	368,401
Software	3,995
Regular Instruction Equipment	557,632
Total Regular Instruction Program	\$ 2,156,188

Special Education Program

Educational Assistants	\$ 869,285
Speech Pathologist	11,816
Other Salaries and Wages	3,455
Certified Substitute Teachers	29,770
Social Security	52,473
Pensions	49,622
Unemployment Compensation	4,399
Employer Medicare	12,492
Instructional Supplies and Materials	19,245
Other Supplies and Materials	36,135
Total Special Education Program	1,088,692

Career and Technical Education Program

Other Salaries and Wages	\$ 2,000
Social Security	50
Pensions	54
Employer Medicare	29
Other Contracted Services	4,981
Instructional Supplies and Materials	35,373
Other Supplies and Materials	720
Vocational Instruction Equipment	18,408
Total Career and Technical Education Program	61,615

Support Services

Health Services

Other Supplies and Materials	\$ 2,201
Total Health Services	2,201

Other Student Support

Social Workers	\$ 90,901
Social Security	4,989

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Pensions	\$	6,701
Life Insurance		480
Medical Insurance		32,642
Unemployment Compensation		134
Employer Medicare		1,167
Travel		20,225
Other Supplies and Materials		3,753
In Service/Staff Development		8,339
Other Charges		2,316
Total Other Student Support		\$ 171,647

Regular Instruction Program

Supervisor/Director	\$	76,501
Secretary(ies)		13,356
Other Salaries and Wages		669,177
Social Security		43,245
Pensions		48,681
Life Insurance		2,040
Medical Insurance		90,081
Unemployment Compensation		1,012
Employer Medicare		10,654
Communication		4,247
Travel		20
Other Supplies and Materials		7,460
In Service/Staff Development		34,331
Other Charges		1,984
Other Equipment		8,903
Total Regular Instruction Program		\$ 1,011,692

Special Education Program

Psychological Personnel	\$	51,219
Secretary(ies)		2,000
Other Salaries and Wages		1,875
In-service Training		2,112
Social Security		3,418
Pensions		4,361
Life Insurance		240
Medical Insurance		15,153
Unemployment Compensation		137
Employer Medicare		800
Communication		1,720
Contracts with Private Agencies		49,860
Travel		1,934
Other Supplies and Materials		6,496
In Service/Staff Development		30,501
Other Charges		10,844
Other Equipment		7,570
Total Special Education Program		\$ 190,240

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program

Travel	\$ 994	
In Service/Staff Development	1,784	
Other Equipment	2,199	
Total Career and Technical Education Program		\$ 4,977

Technology

Software	\$ 72,745	
Total Technology		72,745

Operation of Plant

Plant Operation Equipment	\$ 446,153	
Total Operation of Plant		446,153

Maintenance of Plant

Other Contracted Services	\$ 110,066	
Maintenance Equipment	31,000	
Total Maintenance of Plant		141,066

Transportation

Maintenance and Repair Services - Vehicles	\$ 59,185	
Transportation Equipment	615,464	
Total Transportation		674,649

Capital Outlay

Regular Capital Outlay		
Building Improvements	\$ 1,010,904	
Total Regular Capital Outlay		1,010,904

Total School Federal Projects Fund \$ 7,032,769

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 82,800	
Accountants/Bookkeepers	23,412	
Clerical Personnel	25,260	
Cafeteria Personnel	1,034,123	
Social Security	69,272	
Pensions	62,937	
Life Insurance	360	
Medical Insurance	22,440	
Unemployment Compensation	4,346	
Employer Medicare	16,397	
Communication	6,971	
Maintenance and Repair Services - Equipment	13,382	
Travel	5,150	

(Continued)

CLAIBORNE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Claiborne County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Other Contracted Services	\$ 29,766
Food Preparation Supplies	177,408
Food Supplies	1,923,636
Ice	150,301
Office Supplies	2,052
USDA - Commodities	241,186
Other Supplies and Materials	27,083
In Service/Staff Development	2,413
Other Charges	33,755
Food Service Equipment	<u>476,364</u>
Total Food Service	<u>\$ 4,430,814</u>

Total Central Cafeteria Fund \$ 4,430,814

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$ 1,817,469
Total Community Services	<u>\$ 1,817,469</u>

Total Internal School Fund 1,817,469Total Governmental Funds - Claiborne County School Department \$ 56,837,730

SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

**Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial Statements Performed in Accordance with
*Government Auditing Standards***

Claiborne County Mayor and
Board of County Commissioners
Claiborne County, Tennessee

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Claiborne County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Claiborne County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated September 30, 2024. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the discretely presented Claiborne County School Department, as described in our report on Claiborne County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Claiborne County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Claiborne County's internal control. Accordingly, we do not express an opinion on the effectiveness of Claiborne County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Claiborne County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Costs as item: 2024-001.

Claiborne County's Response to the Finding

Government Auditing Standards requires the auditor to perform limited procedures on Claiborne County's response to the finding identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Claiborne County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Claiborne County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

September 30, 2024

JEM/gc



JASON E. MUMPOWER
Comptroller

**Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards
Required by the Uniform Guidance**

Claiborne County Mayor and
Board of County Commissioners
Claiborne County, Tennessee

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Claiborne County's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Claiborne County's major federal programs for the year ended June 30, 2024. Claiborne County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Claiborne County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Claiborne County, Tennessee, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Claiborne County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Claiborne County's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Claiborne County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for noncompliance resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Claiborne County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Claiborne County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Claiborne County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Claiborne County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe

than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Claiborne County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Claiborne County's basic financial statements. We issued our report thereon dated September 30, 2024, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

September 30, 2024

JEM/gc

CLAIBORNE COUNTY, TENNESSEE, AND THE CLAIBORNE COUNTY SCHOOL DEPARTMENT

Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7)

For the Year Ended June 30, 2024

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	N/A	\$ 649,384
National School Lunch Program	10.555	N/A	1,514,545 (6)
National School Lunch Program (Supply Chain Assistance Fund)	10.555	N/A	106,368 (6)
Fresh Fruit and Vegetable Program	10.582	N/A	24,920
COVID 19 - Pandemic EBT Administrative Costs	10.649	N/A	3,256
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Cash Assistance)	10.555	N/A	6,581 (6)
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	241,186 (6)
Passed-through State Department of Health:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-24-80118	1,786
Passed-through East Tennessee Human Resources Agency:			
Child and Adult Care Food Program	10.558	(4)	273,208
Child Nutrition Cluster: (5)			
Summer Food Service Program for Children	10.559	(4)	1,611,366
Total U.S. Department of Agriculture			<u>\$ 4,432,600</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Community Development Block Grants/State's Program	14.228	(4)	\$ 244,353
Total U.S. Department of Housing and Urban Development			<u>\$ 244,353</u>
U.S. Department of Interior:			
Direct Program:			
Payments in Lieu of Taxes	15.226	N/A	\$ 12,739
Total U.S. Department of Interior			<u>\$ 12,739</u>
U.S. Department of Justice:			
Passed-through State Department of Finance and Administration:			
Crime Victim Assistance	16.575	(4)	\$ 251,121
Grants to Encourage Arrest Policies and Enforcement of Protection			
Orders Program	16.590	(4)	214,699
Edward Byrne Memorial Justice Assistance Grant	16.738	(4)	29,255
Passed-through Tennessee Bureau of Investigation:			
Public Safety Partnership and Community Policing Grants	16.710	(4)	18,450
Total U.S. Department of Justice			<u>\$ 513,525</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Safety Cluster: (5)			
State and Community Highway Safety	20.600	(4)	\$ 4,379
Total U.S. Department of Transportation			<u>\$ 4,379</u>

(Continued)

CLAIBORNE COUNTY, TENNESSEE, AND THE CLAIBORNE COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of the Treasury:			
Direct Program:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	\$ 793,179 (6)
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	57,927 (6)
Passed-through State Department of Environment and Conservation:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(4)	371,070 (6)
Passed-through State Department of Health:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(4)	32,120 (6)
Total U.S. Department of the Treasury			<u>\$ 1,254,296</u>
Appalachian Regional Commission:			
Direct Award:			
Women's Jail to Work Program Grant	23.001	N/A	\$ 242,685
Passed-through State Department of Economic and Community Development:			
Appalachian Area Development	23.002	(4)	169,762
Total Appalachian Regional Commission			<u>\$ 412,447</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	N/A	\$ 1,544,025
Special Education Cluster: (5)			
Special Education - Grants to States	84.027	N/A	1,149,847 (6)
COVID 19 - Special Education - Grants to States (ARP)	84.027	84.027X	2,781 (6)
Special Education - Preschool Grants	84.173	N/A	53,203 (6)
Special Education - Preschool Exploration Grant	84.173	84.173A	72,513 (6)
COVID 19 - Special Education - Preschool Grants (ARP)	84.173	84.173X	588 (6)
Career and Technical Education - Basic Grants to States	84.048	N/A	93,591
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	N/A	121,946
Rural Education	84.358	N/A	131,955
Supporting Effective Instruction State Grants	84.367	N/A	146,334
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	N/A	627,894 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	<u>3,210,038 (6)</u>
Total U.S. Department of Education			<u>\$ 7,154,715</u>
U.S. Department of Election Assistance Commission:			
Passed-through Tennessee Secretary of State:			
2023 HAVA Election Security Grant	90.404	(4)	\$ 394,046
Total U.S. Department of Election Assistance Commission			<u>\$ 394,046</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Education:			
Model Preschool Grant	93.434	N/A	\$ 389,226
Passed-through State Department of Health:			
Aging Cluster: (5)			
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	(4)	46,240
Epidemiology and Laboratory Capacity for Prevention and Control of Emerging Infectious Diseases in Confinement Facilities	93.323	(4)	234,446

(Continued)

CLAIBORNE COUNTY, TENNESSEE, AND THE CLAIBORNE COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services (cont.):			
Passed-through State Department of Health (cont.):			
Medicaid Cluster: (5)			
Medical Assistance Program	93.778	GG-24-80118	\$ 1,245
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	GG-24-80118	969
Maternal and Child Health Services Block Grant to the States	93.994	GG-24-80118	332
Total U.S. Department of Health and Human Services			<u><u>\$ 672,458</u></u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance	97.036	(4)	\$ 160,926
Emergency Management Performance Grants	97.042	(4)	38,884
Total U.S. Department of Homeland Security			<u><u>\$ 199,810</u></u>
Total Expenditures of Federal Grants			<u><u>\$ 15,295,368</u></u>
 State Grants			
Aging Program - State Commission on Aging			
N/A	(4)	\$	16,000
Violent Crime Intervention Funding - State Department of Finance and Administration			
N/A	(4)		188,872
Evidence Based Programming Grant - State Department of Safety			
N/A	(4)		112,054
Early Childhood Education - State Department of Education			
N/A	(4)		598,231
Lottery for Education: After School Programs - State Department of Education			
N/A	(4)		286,827
Safe Schools Act - State Department of Education			
N/A	(4)		77,136
Summer Learning Camps - State Department of Education			
N/A	(4)		334,552
Innovative School Model Grant - State Department of Education			
N/A	(4)		631,612
Training Equipment Grant - State Corrections Institute			
N/A	(4)		14,830
Recreational Grant - Tennessee Wildlife Resources Agency			
N/A	(4)		100,000
Health Department Grants - State Department of Health Services			
N/A	GG-24-80118		60,291
TOP Grant TSLA (Library) - Tennessee Secretary of State			
N/A	(4)		<u><u>9,061</u></u>
Total State Grants			<u><u>\$ 2,429,466</u></u>

ALN = Assistance Listing Number

N/A = Not Applicable

(1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.

(2) Claiborne County elected to not use the 10% de minimis cost rate permitted in the Uniform Guidance.

(3) No amounts (\$0) were passed through to subrecipients.

(4) Information not available.

(5) Child Nutrition Cluster total \$4,154,350; Highway Safety Cluster total \$4,379; Special Education Cluster total \$1,278,932;

 Aging Cluster total \$46,420; Medicaid Cluster \$1,245.

(6) ALN Totals: ALN 10.555, \$1,868,680; ALN 21.027, \$1,254,296; ALN 84.027 \$1,152,628; ALN 84.173 \$126,304;
 ALN 84.425 \$3,837,932.

(7) CONSOLIDATED ADMINISTRATION

The following amounts were consolidated for administration purposes:

Program Title	ALN	Amount
		Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 189,261
Rural Education	84.358	17,147
Supporting Effective Instruction State Grants	84.367	30,182
Total amounts consolidated for administration purposes		<u><u>\$ 236,590</u></u>

CLAIBORNE COUNTY, TENNESSEE
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2024

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Claiborne County, Tennessee, for the year ended June 30, 2024.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
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OFFICE OF CIRCUIT, GENERAL SESSIONS AND JUVENILE COURTS CLERK

2023	192	2023-001	Collections were not deposited properly.	N/A	Corrected
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OFFICE OF SHERIFF

2023	193	2023-002	An investigation of the Claiborne County Sheriff Department disclosed deficiencies in internal controls and compliance.	N/A	Corrected
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Prior-year Federal Awards Findings

There were no prior-year federal award findings to report.

CLAIBORNE COUNTY, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2024

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Claiborne County is unmodified.

2. Internal Control Over Financial Reporting:

* Material weakness identified?	NO
* Significant deficiency identified?	NONE REPORTED

3. Noncompliance material to the financial statements noted?

NO

Federal Awards:

4. Internal Control Over Major Federal Programs:

* Material weakness identified?	NO
* Significant deficiency identified?	NONE REPORTED

5. Type of report auditor issued on compliance for major programs.

UNMODIFIED

6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

NO

7. Identification of Major Federal Programs:

* Assistance Listing Numbers: 10.553, 10.555, 10.559, and 10.582	Child Nutrition Cluster: School Breakfast Program, National School Lunch Program, Summer Food Service Program for Children, and Fresh Fruit and Vegetable Program
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* Assistance Listing Number: 21.027	COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
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* Assistance Listing Number: 84.010	Title I Grants to Local Education Agencies
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8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**

9. Auditee qualified as low-risk auditee? **NO**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

A finding and recommendation, as a result of our audit, is presented below. We reviewed the finding and recommendation with management to provide an opportunity for their response. A written response for the finding is paraphrased and presented following the finding and recommendation. Management's corrective action plans, whether related to the financial statements or federal awards, are presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF TRUSTEE

FINDING 2024-001

THE TRUSTEE WAS NOT BONDED

(Noncompliance Under *Government Auditing Standards*)

The Claiborne County Trustee did not have an official surety bond for the period of April 15, 2024, through June 30, 2024. If the county chooses to obtain an official surety bond in lieu of insurance, then Sections 8-19-101 through 8-19-122, *Tennessee Code Annotated (TCA)*, requires the bond to be executed not later than thirty (30) days from the beginning of the term of office, approved by county mayor, filed with county clerk, and recorded by the register of deeds. The trustee obtained an official surety bond effective beginning September 1, 2024, which was subsequently recorded by the register of deeds on September 30, 2024. This deficiency was the result of a lack of management oversight.

RECOMMENDATION

The trustee should ensure that she is properly bonded and has sufficient surety bond coverage in compliance with state statutes.

MANAGEMENT'S RESPONSE - TRUSTEE

After the passing of the previous trustee, Alice Alexander, it was discussed to see if the office would be covered under her current bond. Once it was determined that this would be insufficient a bonding company was immediately contacted. After multiple questions regarding the delay in bond processing went unanswered, a different bonding company was then used. However, this restarted the process causing further delays.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2024.

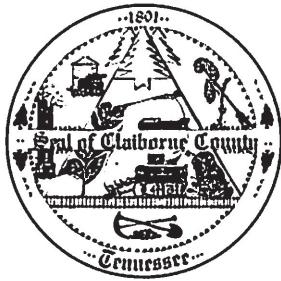
CLAIBORNE COUNTY, TENNESSEE
MANAGEMENT'S CORRECTIVE ACTION PLAN
For the Year Ended June 30, 2024

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Management's corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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OFFICE OF TRUSTEE

2024-001	The trustee was not bonded.	194
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Denise Alexander
Claiborne County Trustee
P.O. Box 72
Tazewell, TN 37879
(423) 626-3275
tnpayments.com/claiborne

Corrective Action Plan

FINDING: **THE TRUSTEE WAS NOT BONDED**

Response and Corrective Action Plan Prepared by:
Denise Alexander, Trustee

Person Responsible for Implementing the Corrective Action:
Denise Alexander, Trustee

Anticipated Completion Date of Corrective Action:
September 1, 2024

Repeat Finding:
No

Planned Corrective Action:
The bond has been obtained, dated September 1, 2024, certified by the County Mayor, filed with the County Clerk and registered with the Register of Deeds.

Denise Alexander, Trustee
Signature